

COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
BORDENTOWN REGIONAL SCHOOL DISTRICT
BOARD OF EDUCATION
BURLINGTON COUNTY, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Prepared by
Bordentown Regional School District

BOARD OF EDUCATION OF THE
BORDENTOWN REGIONAL SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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INTRODUCTORY SECTION

Mark Drew
President

Timothy Hartmann
Vice President

Bordentown Regional School District

318 WARD AVENUE
BORDENTOWN, NJ 08505

Edward Forsthoffer, III, Ed.D.
Superintendent

Eloi A. Richardson, CPA
Business Administrator

Business Office (609) 298-0025 Extension 1204	FAX (609) 298-2515	Superintendent's Office (609) 298-0025 Extension 1211
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Internet Web Site: www.bordentown.k12.nj.us

Honorable President and Members of the Board of Education
Bordentown Regional School District
Bordentown, NJ 08505

Dear Board Members and Citizens of the Regional District:

The Comprehensive Annual Financial Report of the Bordentown Regional School District ("District") for the fiscal year ended June 30, 2015 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the 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 financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three major sections; Introductory, Financial, and Statistical. The Introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The Financial section includes, under Governmental Accounting Standard Board Statement No. 34 as amended, the Report of Independent Accountants, the Management's Discussion and Analysis, the Basic Financial Statements, and the combining and individual fund statements. Required Supplementary Information includes Budgetary Comparison Schedules, Special Revenue Fund Schedules, as well as Capital Projects, Enterprise, Fiduciary Fund and Long Term Debt schedules. The Statistical section includes selected financial and demographic information.

In addition, the District is required to undergo an annual Single Audit in conformity with the provisions of the Single Audit Act and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments", and the State Treasury Circular Letter 04-04-OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to the Single Audit requirement is included in a separate section.

The financial statements include:

1. A Management Discussion and Analysis (MD&A) section providing an analysis of the District's overall financial position and results of operations.
2. Financial statements prepared using full accrual accounting for all of the District's activities, including infrastructure.
3. A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements and notes to financial statements.

1. REPORTING ENTITY AND ITS SERVICES: The Bordentown Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular and vocational as well as special education for handicapped youngsters. The District's on-roll enrollment as of October 15, 2014 was 2,574 which includes high school students received from the New Hanover Public Schools on a tuition basis.

This Comprehensive Annual Financial Report for the year ended June 30, 2015 is presented in GASB 34 format. The Bordentown Regional Board of Education and all its schools constitute the District's reporting entity. The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. Food Service and Community District Alliance functions are classified as business-type activities. All funds of the district are included in this report.

2. MAJOR ACTIVITIES AND INITIATIVES:

For 2014-15, the District continued its focus of preparing students to face the evolving learning environments and expectations before them. This involved providing staffing and other resources to meet the needs of diverse student learners in basic skills, special education, English language acquisition, and gifted education. Included therein was continuation of full day kindergarten and preschool programs, extended school year for special education students as well as summer and before/after school programs to assist targeted students meet proficiency. All academic and extra-curricular programs and activities were maintained without requiring participation contributions.

Moreover, the District made targeted investments in continuing support of the Common Core standards, as illustrated through new mathematics textbook acquisitions for the middle school, partnership with Teacher's College of Columbia University for professional and student resources; and increase in resources to successfully undertake the initiation of PARCC testing.

In the operational areas, the District maintained its full complement of support resources, including a comprehensive level of transportation services as well as continued capital outlay investments. The latter included an upgrade of the District's network infrastructure to increase

internet bandwidth to meet increasing instructional and operational needs, as well as for replacements of aging buses and a facility tractor.

3. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable, but no absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

4. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget presented to the voters of its constituent municipalities. 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, as amended, is reflected in the financial section.

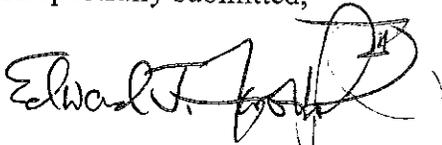
An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year end are either cancelled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of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

5. ACCOUNTING SYSTEMS AND REPORTS: The District's accounting records reflect Generally Accepted Accounting Principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements", Note 1.
6. CASH MANAGEMENT: The investment policy of the District is guided in large part by New Jersey State statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental units from a loss of funds on deposit with a failed banking institution in New Jersey by requiring such units to deposit public

funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7. 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.
8. OTHER INFORMATION: Independent Audit – State statutes require an annual audit by an independent certified public accountant or registered municipal accountant. The accounting firm of John J. Maley, Jr., CPA was selected by the Board's Finance committee. In addition to meeting requirements set forth in state statutes, the audit also was designed to meet the requirements of the OMB Circular Letter A-133, Audits of States, Local Governments and Non-Profit Organizations and the related NJ Circular 04-04-OMB. The auditor's report on the financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report relating specifically to the single audit is included in the Single Audit section of this report.
9. ACKNOWLEDGMENTS: We would like to express our appreciation to the Board members of the Bordentown Regional School District for their fiscal stewardship on behalf of the citizens and taxpayers of the school district and as well as to our District's financial and other staff for their support and dedicated services without whom we would not be able to serve the students of this community.

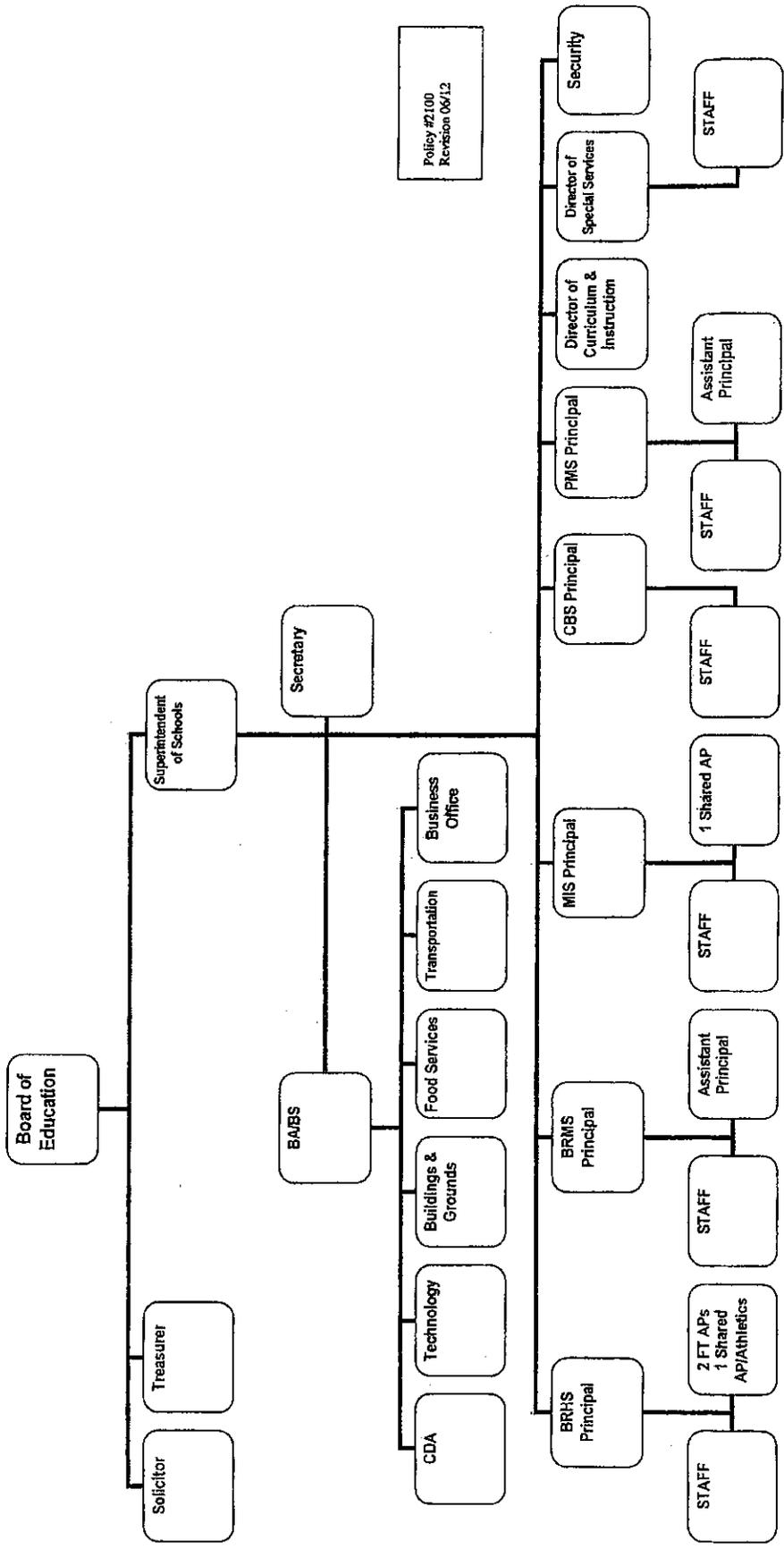
Respectfully submitted,



Dr. Edward Forstoffer, III
Superintendent of Schools



Eloi Richardson, CPA
School Business Administrator/Board Secretary



Policy #2100
Revision 06/12

Bordentown Regional School District

318 WARD AVENUE

BORDENTOWN, NEW JERSEY 08505

Board of Education

Roster of Officials

Term Expires

2016

2015

2015

2015

2016

2016

2017

2017

2017

New Hanover Representative

Members of the Board of Education

Mr. Mark Drew, President

Mr. Timothy Hartmann, Vice President

Mr. Kevin Creegan

Ms. Christine Brennan

Ms. Kimberly Zablow

Mr. Steven Heberling

Mr. William Mercantini

Mr. Mark Roselli

Mr. Edward G. Tyler, Jr.

Vacant

Administration:

Superintendent

Dr. Edward Forsthoffer III

Business Administrator / Board Secretary

Mr. Eloi Richardson

BORDENTOWN REGIONAL SCHOOL DISTRICT
CONSULTANTS AND ADVISORS

AUDIT FIRM

John J. Maley, C.P.A.
6 E. Park Street
Bordentown, New Jersey 08505

ATTORNEY

Cameron Morgan, Esq.
Parker, McCay, P.A.
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OFFICIAL DEPOSITORY

PNC Bank
Bordentown, New Jersey 08505

TD Bank
1006 Astoria Boulevard
Cherry Hill, New Jersey 08034

Wells Fargo Bank
284 Dunns Mill Road
Bordentown, New Jersey 08505

FINANCIAL SECTION

JOHN J. MALEY, JR.

Certified Public Accountant

Registered Municipal Accountant

P.O. Box 614

BORDENTOWN, NEW JERSEY 08505

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MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Bordentown Regional School District
County of Burlington
Bordentown, New Jersey 08505

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Bordentown Regional School District, in the County of Burlington, State of New Jersey, 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 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 entity'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 entity's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

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

Emphasis of Matter

During the year the Bordentown Regional Board of Education implemented GASB Statement No. 68, *Items Previously Reported as Assets and Liabilities*. My opinions on the financial statements are not are not modified relating to this change in accounting principle.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I 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

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bordentown Regional School District Board of Education's basic financial statements. The accompanying combining and individual fund financial statements, the schedule of expenditure of federal awards required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; the schedule of state financial assistance required by New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes

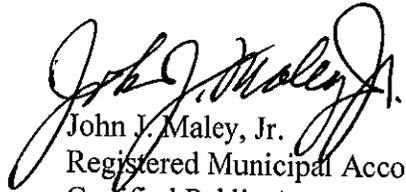
of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standard generally accepted in the United States of America. In my opinion the combining and fund financial statements and the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly I do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, I have also issued a report dated December 2, 2015 on my consideration of the Bordentown Regional School District Board of Education's internal control structure over financial reporting and my 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 my 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.

Respectfully submitted,


John J. Maley, Jr.
Registered Municipal Accountant
Certified Public Accountant

December 2, 2015

REQUIRED SUPPLEMENTARY INFORMATION - Part I
MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Bordentown Regional School District's annual financial report presents a discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2015. Please read it in conjunction with the Transmittal letter at the beginning of the report and with the District's financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS:

Per Exhibit B-2, District revenues for major funds were \$44,121,139 with corresponding expenditures of \$44,264,127. The reported revenues represent a \$2,242,634 or 5.4% increase over the prior year. The most significant contributor to this revenue growth was a \$1,382,430 increase in combined general purpose and debt service tax levies as well as \$299,717 combined increases in Tuition, Transportation, and Miscellaneous revenues. Overall spending grew \$1,239,760, or approximately 2.9%, primarily reflecting normal and recurring cost increases, with regular instruction at \$126,812, student & instruction related services at \$677,175, and plant operations and maintenance at \$133,019 the more notable increases.

With respect to the State and Federal aid funding shown; the Individuals with Disabilities Education Act (IDEA) and the No Child Left Behind (NCLB) represented two ongoing and important Federal funding resources for the District. IDEA helped to offset tuition costs for special education students requiring placement at outside settings best able to meet their needs, while NCLB helped to support Basic Skills Education, staff development, class size reduction, and English as a Second Language programs. Federal aid also reflected \$49,647 as the District's share from its participation in the State mandated Special Education Medicaid Initiative (SEMI) program which helped to reimburse for services provided to Medicaid eligible special education students.

In July of 2002, the District sold \$37,447,000 in bonds to finance the building of a new high school and renovations to the other existing schools, followed in March 2010 with another bonding of \$8,499,000 to fund completion of various renovations and improvements at the high school complex, including installation of athletic fields and a photovoltaic (solar energy) system on the high school roof. Both of these bond projects are completed. Unexpended bond proceeds from both the 2002 and the 2010 projects are being used to reduce future debt service obligations, with \$255,945 used for such purposes in 2014-15. Revenues from the sale of excess energy produced by the solar system, in the form of Solar Renewal Energy Certificate [SREC's], partially offset ongoing operating costs; \$91,823 was applied for this purpose in 2014-15.

New Accounting Standard

The financial statements for 2014-15 reflect the implementation of GASB 68, *Accounting and Financial Reporting for Pensions*. The primary effect of this statement is to recognize a liability in the financial statements prepared using the economic resources measurement focus and accrual basis of accounting for its proportionate share of the collective net pension liability of all employers for benefits provided through applicable New Jersey State pension plans. This Statement had a significant effect on the District's financial statements. The Governmental Activities financial statements report a net pension liability of \$11,997,681, representing the District's proportionate share of the amount by which the State's pension plan liabilities exceeded pension plan assets. Prior to GASB 68 a net pension liability was not required to be reported by the District.

Further, GASB 68 requires that most changes in the pension liability be included in pension expense in the period of the change. Previously, pension expense was reported by the District as the amount paid.

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 and report on the District's operations in more detail than the district-wide statements. For example, the District has two Enterprise Funds – Food Service and Community District Alliance (“CDA”). These funds are broken out in detail in the fund financial statements, but are combined into the overall District financial statements. The fund financial statements also show the changes in the Capital Projects fund, which is significant in our district.
- The Governmental Funds statements reports how basic services like regular and special education and overall operating expenses were financed for the school year, as well as an analysis of fund balance remaining for future spending or tax relief.
- Proprietary funds statements offer short and long-term financial information about the activities the district operates in a business-like manner, namely our Food Service and Community and District Alliance mentioned above.
- 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. In the Bordentown Regional School District, these include funds held for Unemployment Insurance, Scholarships, Student Activities, and Payroll Agency.
- The financial statements also include notes that further explain some of the information in the statements and provide more detailed data. The financial 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 year.

The chart below shows how the various parts of this report are arranged and related to one another.

ORGANIZATION OF BORDENTOWN REGIONAL SCHOOL DISTRICT'S ANNUAL FINANCIAL REPORT

<i>Management's Discussion And Analysis</i>	Basic Financial Statements	Required Supplementary Information
District-Wide Financial Statements	Fund Financial Statements	<i>Notes to the Financial Statements</i>
Summary	↔	Detail

**MAJOR FEATURES OF DISTRICT-WIDE
AND FUND FINANCIAL STATEMENTS**

	District-Wide 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 revenue and building maintenance	Activities the district operates similar to private businesses – Food Service and CDA	Instances in which the district administers resources on behalf of someone else such as scholarship programs and student activities monies.
Required financial statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses, and changes in fund net position • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
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 year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and along-term.	All assets and liabilities, both short-term and long-term.
Type of inflow/outflow information.	All revenues and expenses during the year regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.	All revenues and expenses during the year, regardless of when cash is received or paid.

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 and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The district-wide statements report the District's net position and how they have changed. Net position – the difference between the District's assets and liabilities – are 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. However to more fully assess the overall financial health of the District; a reader should also consider other non-financial factors, such as changes in the District's property tax base; debt levels; 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 aid finance most of these activities, with property taxes being the largest percentage of the revenue base.
- Business-type activities (“Enterprise Funds”) – This encompasses the District's food service and the Community District Alliance operations.

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. The District's funds are those recognized in Generally Accepted Accounting Practices (GAAP), and are prescribed by law.

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 be readily converted to cash flow in and out, and; (2) the balances left at 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 is provided with the governmental funds statements to explain the relationship (or differences) between them.
- Proprietary funds – Services for which the District charges a fee are reported in proprietary funds. In Bordentown's case, these include the enterprise fund previously mentioned.
- Fiduciary funds include the Scholarship, Student Activity, and Payroll Agency funds – funds in which the district is the trustee, or fiduciary, for assets that belong to others. 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. These activities are excluded from the district-wide financial statements because the District cannot use these assets to finance other District operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

TABLE A-1 shows the comparison of the District's net position (Total Assets less Total Liabilities).

TABLE A-1
Bordentown Regional Net Position
(in 000 of dollars)

	Governmental Type Activities		Business Type Activities		School District Totals		% Change
	2014	2015	2014	2015	2014	2015	2014-2015
Current and other assets	2,158	2,579	891	901	3,049	3,480	14.1%
Capital Assets – Net	52,188	49,140	132	113	52,320	49,253	-5.9%
Deferred Outflows	1,392	2,249	-	-	1,392	2,249	61.6%
Total Assets and Deferred Outflows	55,738	53,968	1,023	1,014	56,761	54,982	-3.1%
Long-term debt outstanding	43,319	54,165	-	-	43,319	54,165	25.0%
Other liabilities	972	1,465	408	402	1,380	1,867	35.3%
Deferred Inflows	64	766			64	766	1096.9%
Total liabilities	44,355	56,396	408	402	44,699	56,798	27.1%
NET POSITION							
Net Investment in Capital Assets	11,513	11,311	132	113	11,645	11,424	-1.9%
Restricted	1,109	842	-	-	1,109	842	-24.1%
Unrestricted	(1,039)	(14,581)	483	497	(556)	(14,084)	2433.1%
Total net position	11,583	(2,428)	615	610	12,198	(1,818)	-114.9%

The increase in the deficit in unrestricted net position resulted from recording pension transactions in accordance with GASB 68 amounting to \$12,385,911. As summarized above, the District's net position was (\$1,817,700) at June 30, 2015, versus \$12,198,611 at June 30, 2014, for a decrease of \$14,016,311.

TABLE A-2 shows the changes in net position for both revenues and expenses, as well as total dollar and percentage changes.

TABLE A-2
Changes in Bordentown's Net Position
(in 000 of dollars)

	Governmental Activities		Business-Type Activities		School District Totals		% Change
	2014	2015	2014	2015	2014	2015	2014-2015
REVENUES:							
Program revenues:							
Charges for services	-	-	1,361	1,357	1,361	1,357	-0.29%
Federal and State Cat. Grants	3,975	7,818	382	413	4,357	8,231	88.91%
General revenues:							
Property taxes	28,291	29,674	-	-	28,291	29,674	4.89%
Federal or State Aid	8,317	8,366	-	-	8,317	8,366	0.59%
Tuition	723	881	-	-	723	881	21.85%
Other	489	785	-	(1)	489	784	60.33%
Total Revenues	41,795	47,524	1,743	1,769	43,538	49,293	13.22%
EXPENSES							
Instruction Related	18,882	18,432	-	-	18,882	18,432	-2.38%
Tuition	1,517	1,888	-	-	1,517	1,888	24.46%
Student & Inst. Related Svcs	5,867	6,459	-	-	5,867	6,459	10.09%
Administrative Services	3,111	3,196	-	-	3,111	3,196	2.73%
Maintenance	4,342	4,371	-	-	4,342	4,371	0.67%
Transportation	2,530	2,551	-	-	2,530	2,551	0.83%
Benefits	2,811	6,715	-	-	2,811	6,715	138.88%
Other	3,666	3,582	1,636	1,744	5,302	5,326	0.45%
Total expenses	42,726	47,194	1,636	1,744	44,362	48,938	10.32%
Transfers	45	31	(45)	(31)	-	-	
Increase (decrease) in net position	(886)	361	62	(6)	(824)	355	

The large increase in the benefits line-item and Federal and state grants resulted from reporting TPAF pension expense and revenue in accordance with GASB 68. The 2015 TPAF amount exceeded the 2014 amount by \$3,480,825.

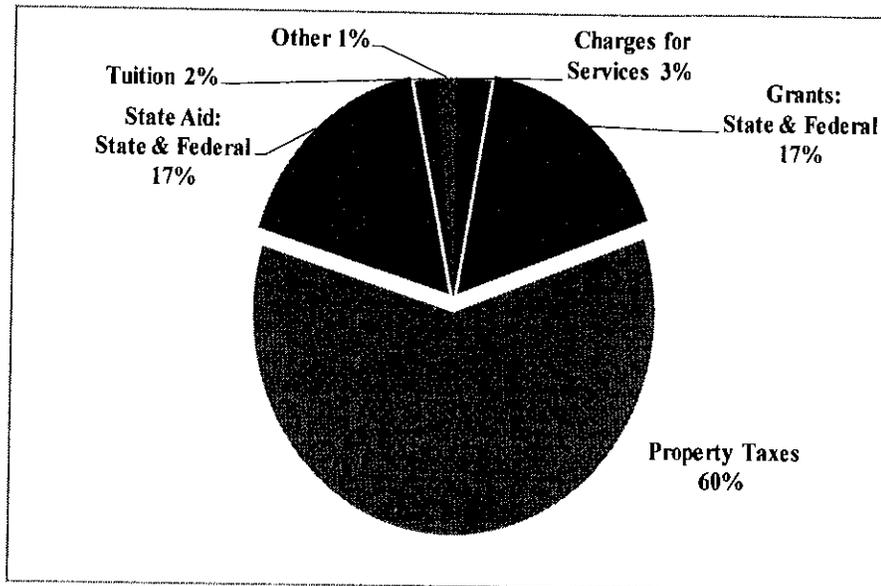
Note: Totals may not add due to rounding

Changes in net position – Property taxes, at approximately 60%, and Federal/State aid at approximately 17%, account for the two largest sources of General Fund revenues. While not nearly as material as the two sources just mentioned, tuition revenue which aggregated nearly \$881,361 for 2014-15, serves as an important alternative revenue resource to help minimize tax levy reliance. The District accepts tuition students from the New Hanover School District, as well as for a general education preschool program offered to parents on a tuition basis. Of note, the increase in Federal and State Categorical Grants is related to reporting of TPAF pension revenue now required in accordance with GASB 68.

Business-type Activities – The District's business activities are its food service operation which provides breakfast and lunch to students and the Community District Alliance which operates before-and-after-school and summer programs, as well as manages rentals of the District's facilities to third parties. Combined, they reported net income before transfers of \$26,055 for 2014-15, consisting of \$20,946 from food service operations and \$5,109 from CDA activities, both substantially related to increased participation levels. After adjusting for transfers to the General Fund and a loss on disposition of assets, their combined net position decreased by \$5,557.

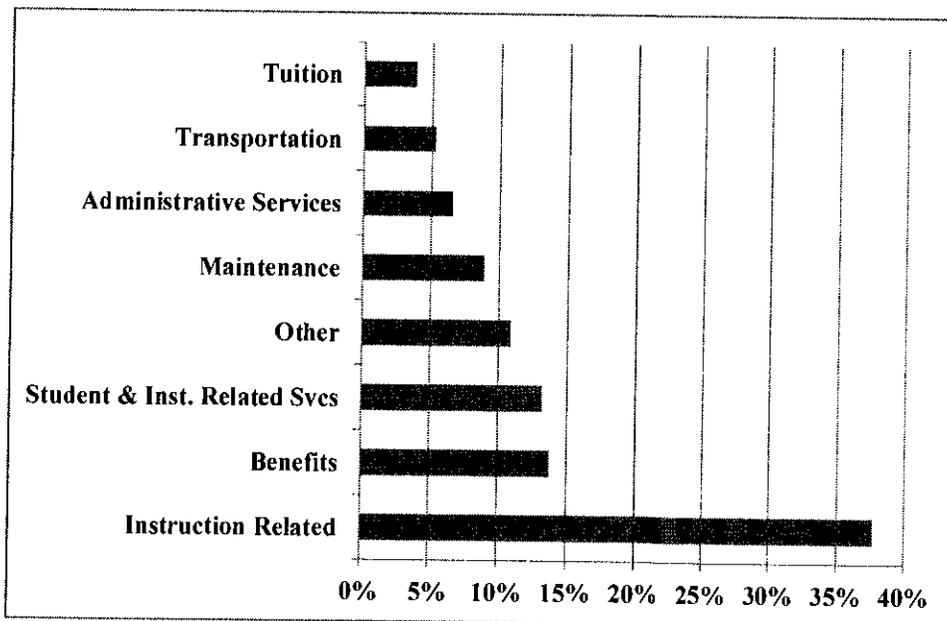
Chart A-1 illustrates the District's total revenues for Fiscal Year 2015, and Chart A-2 displays the District's total expenses for the same period, based on information from Table A-2.

2014-2015 SCHOOL DISTRICT TOTAL REVENUES



**CHART
A-1**

2014-2015 SCHOOL DISTRICT TOTAL EXPENSES



**CHART
A-2**

TABLE A-3 provides a summary of the cost of all governmental activities (net of program revenues) for the 2014-15 school year.

TABLE A-3
Net Cost of Governmental Activities
(in 000 of dollars)

	Total Cost of Services			Net Cost of Services		
	2014	2015	% Change 2014-2015	2014	2015	% Change 2014-2015
Instruction Related	18,882	18,432	-2.38%	18,070	17,611	-2.54%
Tuition	1,517	1,888	24.46%	1,517	1,888	24.46%
Stud. & Instr. Rel. Svs	5,867	6,459	10.09%	5,762	6,353	10.26%
Administrative Services	3,111	3,196	2.73%	3,111	3,196	2.73%
Maintenance	4,342	4,371	0.67%	4,342	4,371	0.67%
Transportation	2,530	2,551	0.83%	2,530	2,551	0.83%
Benefits	2,811	6,715	138.88%	-	-	
Other	3,666	3,582	-2.29%	3,419	3,404	-0.44%
Total	42,726	47,194		38,751	39,374	

Note: Totals may not add due to rounding

The large increase in the benefits line-item resulted from reporting TPAF pension expense and revenue in accordance with GASB 68. The 2015 amount exceeded the 2014 amount by \$3,480,825.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The undesignated surplus allocation for the 2014-15 budget was \$765,739. At June 30, 2015, the General Fund's budgetary balance was \$2,939,207. Of that, \$31,249 is reserved as encumbrances to be applied in 2015-16 while \$1,300,000 represents undesignated surplus that was appropriated as anticipated revenues in 2015-16. Of the remaining funds, \$713,094 is retained as Capital Reserves and \$100,000 as Maintenance Reserves for future use as and if needed. After adjusting for \$1,010,820 in certain State aid payments which cannot be recognized herein as revenue until July 2015, the unassigned General Fund balance shows a "deficit" of \$245,081. As explained further in Notes to these financial statements, any negative unassigned general fund balance as a direct result of the delay in paying state aid until the following fiscal year is not considered in violation of New Jersey statute(s) and regulation (s) nor of a need for corrective action.

GENERAL FUND BUDGETARY HIGHLIGHTS

After adjusting for "on-behalf payments", the District's net actual result shown in Exhibit C-1 for 2014-15 was \$1,873,760 favorable to budget¹. Both revenues (exceeding budget) and expenditures (less than budgeted) showed favorable variances. The major favorable revenue variances were \$85,246 in transportation fees; \$51,035 in other local governmental (fuel) revenues; \$34,342 in tuition, primarily from an unexpected student received, and an unexpected combined \$41,279 in State aid for homeless students educated in the District and non-public transportation expenses. In addition, reimbursements for SEMI (Medicaid) program costs were \$20,647 higher than anticipated. The most significant favorable expenditure variances was a one-time savings in health benefit costs, primarily attributable to a change in carriers at the beginning of fiscal year 2014-15, which savings were reinvested in helping fund a needed roof replacement project as well as provide tax relief for the 2015-16 budget.

¹ "On-behalf payments" represent reimbursements by the State for certificated staff's pension and social security benefits as well as for retiree's medical coverage; they are shown as unbudgeted revenues of \$3,273,701 for 2014-15 and deducted as unbudgeted expenses by the same amounts.

CAPITAL ASSET AND DEBT ADMINISTRATION

TABLE A-4 provides information regarding Bordentown's capital assets.

TABLE A-4
Bordentown's Capital Assets
(net of depreciation, in 000 of dollars)

	Governmental Activities		Business Type Activities		Total School District		% Change
	2014	2015	2014	2015	2014	2015	2014-2015
Land	1,779	1,779	-	-	1,779	1,779	0.00%
Construction in Progress	2,366	-	-	-	2,366	-	-100.00%
Site Improvements	1,603	4,037	-	-	1,603	4,037	151.84%
Buildings	43,239	39,843	-	-	43,239	39,843	-7.85%
Equipment and furniture	3,200	3,481	132	113	3,332	3,594	7.86%
Total	52,187	49,140	132	113	52,319	49,253	-6.23%

Note: Totals may not add due to rounding

In August of 2003, bids were awarded for renovations projects in the amount of \$4,481,120 and those projects were completed in 2005-06 year. Bids for the construction of the new high school were awarded in March of 2004 for a total of \$31,170,300; the new high school opened September 11, 2006, with only a slight increase over original budgeted costs. Remaining bond funds were utilized for field development and landscaping which were part of the original plan but not included in the project as bid. A successful referendum in December of 2009 secured \$8,499,000 in bond funds to construct turf athletic and physical education fields and to place solar panels on the roof of the new high school. This project is also now completed. Unexpended bond proceeds from both these projects are being used to reduce future debt service obligations. Revenues from the sale of excess energy produced by the solar panels in the form of Solar Renewal Energy Certificate [SREC's] are used to partially offset ongoing operating costs.

LONG TERM DEBT

TABLE A-5 provides information regarding Bordentown's long term debt obligations

TABLE A-5
Bordentown's Outstanding Long-Term Debt
(in 000 of dollars)

	District		Change
	2014	2015	2014-2015
General Obligation Bonds	41,319	39,544	-4.30%
Capital Leases	-	560	
Unamortized Bond Premium	64	61	-4.69%
Deferred PERS Pension Payment	117	109	-6.84%
Compensated Absences	1,683	1,894	12.54%
Net Pension Liability	12,307	11,998	-2.51%
Total	55,490	54,166	-2.39%

Note: Totals may not add due to rounding

LONG TERM DEBT (Continued)

At year-end the district had \$43,119,643 in general obligation bonds and other long-term debt outstanding. In the 2014-2015 school year, the District retired \$1,775,000 in outstanding bonds. This represents normal activity in the debt service account payments. More detailed information about the District's long-term liabilities is presented in Note 6 to the financial statements. As a participant under New Jersey's Fund for Support of Free Public Schools, the District's general obligation bonds carry an A rating based on Standard & Poors Rating Service. Individually, the District's underlying rating, by Standard and Poors remains at AA-.

FACTORS BEARING ON THE DISTRICT'S FUTURE

At the time these financial statements were prepared and audited, the District was aware of no existing outstanding litigations or other circumstances that could significantly affect the District's financial health in future. However, recent legislations limiting school districts to undesignated surplus of no more than 2% of their general fund budget and further limiting annual increases in general fund tax levies to essentially 2% over the prior year, continue to have a significant impact on New Jersey school district's budgets in the face of ever increasing cost challenges.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, vendors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have any questions about this report or desire additional financial information, please contact the School Business Administrator, Bordentown Regional School District, 318 Ward Avenue, Bordentown, New Jersey, 08505, or call 609/298-0025, ext. 1204.

BASIC FINANCIAL STATEMENTS

Bordentown Regional School District
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 1,131,885	\$ 854,553	\$ 1,986,438
Receivables, net	270,853	33,959	304,812
Internal balance	37	-	37
Inventory	-	12,435	12,435
Restricted assets:			
Cash and cash equivalents	463,467	-	463,467
Capital reserve account - cash	713,094	-	713,094
Capital assets, net (Note 4):	49,140,445	112,580	49,253,025
Total assets	<u>51,719,781</u>	<u>1,013,527</u>	<u>52,733,308</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflow of resources - pension	936,205	-	936,205
Unamortized charges on refunding of debt	1,312,355	-	1,312,355
Total deferred outflows of resources	<u>2,248,560</u>	<u>-</u>	<u>2,248,560</u>
Total assets and deferred outflows of resources	<u>53,968,341</u>	<u>1,013,527</u>	<u>54,981,868</u>
LIABILITIES			
Accounts payable	693,900	48,625	742,525
Accrued interest payable	708,691	-	708,691
Payable to federal government	10	-	10
Payable to state government	2,405	-	2,405
Unearned revenue	60,668	355,164	415,832
Noncurrent liabilities:			
Due within one year	2,025,493	-	2,025,493
Due beyond one year	52,139,110	-	52,139,110
Total liabilities	<u>55,630,277</u>	<u>403,789</u>	<u>56,034,066</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	765,502	-	765,502
Total deferred inflows of resources	<u>765,502</u>	<u>-</u>	<u>765,502</u>
Total liabilities and deferred inflows of resources	<u>56,395,779</u>	<u>403,789</u>	<u>56,799,568</u>
NET POSITION			
Net Investment in Capital Assets	11,311,755	112,580	11,424,335
Restricted for:			
Capital projects	713,094	-	713,094
Other purposes	129,125	-	129,125
Unrestricted	(14,581,412)	497,158	(14,084,254)
Total net position	<u>\$ (2,427,438)</u>	<u>\$ 609,738</u>	<u>\$ (1,817,700)</u>

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

Bordertown Regional School District
Statement of Activities
For the 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
Governmental activities:							
Instruction:							
Regular	\$ 12,720,994	\$ -	\$ -	\$ -	\$ (12,720,994)	\$ -	\$ (12,720,994)
Special education	3,781,151	-	820,656	-	(2,960,495)	-	(2,960,495)
Other special instruction	1,026,179	-	-	-	(1,026,179)	-	(1,026,179)
Other instruction	903,586	-	-	-	(903,586)	-	(903,586)
Support services:							
Tuition	1,888,122	-	-	-	(1,888,122)	-	(1,888,122)
Student & instruction related services	6,458,910	-	105,604	-	(6,353,306)	-	(6,353,306)
General administration	515,428	-	-	-	(515,428)	-	(515,428)
School administrative services	1,878,967	-	-	-	(1,878,967)	-	(1,878,967)
Central services - business administration	440,192	-	-	-	(440,192)	-	(440,192)
Administrative information technology	361,507	-	-	-	(361,507)	-	(361,507)
Plant operations and maintenance	4,371,506	-	-	-	(4,371,506)	-	(4,371,506)
Pupil transportation	2,550,631	-	-	-	(2,550,631)	-	(2,550,631)
Employee benefits	6,714,526	-	6,714,526	-	-	-	-
Charter Schools	4,477	-	-	-	(4,477)	-	(4,477)
Interest on long-term debt	1,874,615	-	177,171	-	(1,697,444)	-	(1,697,444)
Unallocated depreciation	1,702,526	-	-	-	(1,702,526)	-	(1,702,526)
Total governmental activities	47,193,317	-	7,817,957	-	(39,375,360)	-	(39,375,360)
Business-type activities:							
Food service	751,901	412,591	360,256	-	-	20,946	20,946
Community district alliance	992,079	943,985	53,203	-	-	5,109	5,109
Total business-type activities	1,743,980	1,356,576	413,459	-	-	26,055	26,055
Total primary government	\$ 48,937,297	\$ 1,356,576	\$ 8,231,416	\$ -	\$ (39,375,360)	\$ 26,055	\$ (39,349,305)
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net					26,630,061	-	26,630,061
Taxes levied for debt service					3,043,674	-	3,043,674
Federal and State aid not restricted					8,366,014	-	8,366,014
Tuition revenue					881,361	-	881,361
Investment earnings					457	-	457
Miscellaneous income					783,395	-	783,395
Special item - Capital asset adjustment					-	(1,040)	(1,040)
Prior year write-offs (net)					762	-	762
Transfer from CDA					30,592	(30,592)	-
Total general revenues					39,736,316	(31,632)	39,704,684
Change in Net Position					360,956	(5,377)	355,579
Net Position—beginning, as previously reported					11,583,297	615,315	12,198,612
Prior period adjustment					(14,371,691)	-	(14,371,691)
Net Position—beginning, as restated					(2,788,394)	615,315	(2,173,079)
Net Position—ending					(2,427,438)	\$ 609,758	\$ (1,817,680)

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

**Bordentown Regional School District
Balance Sheet
Governmental Funds
June 30, 2015**

Exhibit B-1

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
ASSETS					
Cash and cash equivalents	\$ 1,084,364	\$ 47,521	\$ -	\$ -	\$ 1,131,885
Cash held by fiscal agent	10,554	-	452,913	-	463,467
Due from other funds	51	-	-	-	51
Receivables from other governments	98,442	52,083	-	-	150,525
Other receivables	120,328	-	-	-	120,328
Restricted cash for capital reserve	713,094	-	-	-	713,094
Total assets	\$ 2,026,833	\$ 99,604	\$ 452,913	\$ -	\$ 2,579,350
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	93,046	41,921	-	-	134,967
Interfund payable	-	-	14	-	14
Payable to federal government	-	10	-	-	10
Payable to state government	-	2,405	-	-	2,405
Unearned revenue	5,400	55,268	-	-	60,668
Total liabilities	98,446	99,604	14	-	198,064
Fund Balances:					
Restricted for:					
Maintenance reserve	129,125	-	-	-	129,125
Capital reserve	713,094	-	-	-	713,094
Assigned to:					
Designated by the BOE for subsequent year's expenditures	1,300,000	-	50,000	-	1,350,000
Capital projects	-	-	402,899	-	402,899
Other purposes	31,249	-	-	-	31,249
Unassigned:					
General fund	(245,081)	-	-	-	(245,081)
Total Fund balances	1,928,387	-	452,899	-	2,381,286
Total liabilities and fund balances	\$ 2,026,833	\$ 99,604	\$ 452,913	\$ -	\$ 2,579,350

Amounts reported for governmental activities in the statement of net position (A-1) is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$74,620,660 and the accumulated depreciation is \$25,480,215 (see Note 4). 49,140,445

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 6).
 Bonds Payable (39,544,000)
 Deferred PERS Obligation (108,631)
 Capital Leases Payable (559,538)
 Compensated Absences (1,894,241) (42,106,410)

Deferred charge on School Refunding Bonds (amortized as interest expense).
 Deferred Charge 1,998,507
 Less: Accumulated Amortization (686,152) 1,312,355

Premium on Bonds (amortized as a credit to interest expense).
 Deferred Charge (92,150)
 Less: Accumulated Amortization 31,638 (60,512)

Accrued interest payable is not due and payable in the current period and therefore is not reported as a liability in the funds. (708,691)

Some liabilities, including net pension obligations, are not due and payable in the current period and, therefore, are not reported in the funds.
 Net pension liability (11,997,681)
 Accounts payable due to PERS (558,933) (12,556,614)

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.
 Deferred outflows 936,205
 Deferred inflows (765,502) 170,703

Net position of governmental activities \$ (2,427,438)

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

Bordentown Regional School District
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
REVENUES					
Local sources:					
Local tax levy	\$ 26,630,061	\$ -	\$ -	\$ 3,043,674	\$ 29,673,735
Other local government units unrestricted	206,035	-	-	-	206,035
Tuition charges	881,361	-	-	-	881,361
Transportation fees from other LEA's	146,246	-	-	-	146,246
Interest earned on capital reserve	188	-	269	-	457
Miscellaneous	472,771	37,388	-	-	510,159
Total - Local sources	28,336,662	37,388	269	3,043,674	31,417,993
State sources	11,558,901	-	-	177,171	11,736,072
Federal sources	49,647	917,427	-	-	967,074
Total revenues	39,945,210	954,815	269	3,220,845	44,121,139
EXPENDITURES					
Current:					
Regular instruction	10,257,059	-	-	-	10,257,059
Special education instruction	2,366,142	820,656	-	-	3,186,798
Other special instruction	816,252	-	-	-	816,252
Other instruction	761,321	-	-	-	761,321
Support services:					
Tuition	1,888,122	-	-	-	1,888,122
Student & instruction related services	5,315,665	134,159	-	-	5,449,824
General administrative services	514,365	-	-	-	514,365
School administrative services	1,504,693	-	-	-	1,504,693
Business administrative/central services	356,217	-	-	-	356,217
Administrative information technology	304,322	-	-	-	304,322
Plant operations and maintenance	3,822,782	-	-	-	3,822,782
Pupil transportation	1,770,620	-	-	-	1,770,620
Employee benefits	9,309,738	-	-	-	9,309,738
Transfer to charter schools	4,477	-	-	-	4,477
Debt service:					
Principal	-	-	-	1,775,000	1,775,000
Interest and other charges	-	-	-	1,701,790	1,701,790
Capital outlay	840,747	-	-	-	840,747
Total expenditures	39,832,522	954,815	-	3,476,790	44,264,127
Excess (Deficiency) of revenues over expenditures	112,688	-	269	(255,945)	(142,988)
OTHER FINANCING SOURCES (USES)					
Prior year payables cancelled	790	-	-	-	790
Prior year receivables cancelled	(28)	-	-	-	(28)
Capital leases (non-budgeted)	563,731	-	-	-	563,731
Transfers in	30,862	-	-	255,945	286,807
Transfers out	-	-	(256,214)	-	(256,214)
Total other financing sources and uses	595,355	-	(256,214)	255,945	595,086
Net change in fund balances	708,043	-	(255,945)	-	452,098
Fund balance—July 1	1,220,344	-	708,844	-	1,929,188
Fund balance—June 30	\$ 1,928,387	\$ -	\$ 452,899	\$ -	\$ 2,381,286

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

Bordentown Regional School District
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2015

Total net change in fund balances - governmental funds (from B-2)	\$ 452,098
Amounts reported for governmental activities in the statement of activities (A-2) are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.	
Depreciation expense	\$ (1,888,241)
Capital outlays	<u>671,893</u>
	(1,216,348)
Repayment of bond and capital lease 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.	
Payment of bond principal	1,775,000
Payment of capital leases	4,193
Payment of deferred PERS pension obligation	<u>8,410</u>
	1,787,603
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.	
Capital lease proceeds	<u>(563,731)</u>
	(563,731)
In the statement of activities, interest on long-term debt is accrued regardless of when due. In the governmental funds, interest is reported when due.	
	33,646
In the statement of net position, amortization of bond premium is capitalized and earned over the life of the bonds. In the governmental funds, bond premium is reported as revenue.	
	3,686
In the statement of net position, deferred charges associated with refunding bonds is capitalized and amortized over the life of the bonds. In the governmental funds, these deferred charges are not recorded.	
	(79,940)
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 reduction in the reconciliation (-); when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation (+).	
	22,947
Governmental funds report district pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.	
Additional pension expense reported in the statement of activities.	(79,005)
In the statement of activities, TPAF on-behalf state employer pension expense and related revenues are reported as follows:	
Revenue	4,276,479
Expense	<u>(4,276,479)</u>
Change in net position of governmental activities	\$ <u>360,956</u>

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

Bordentown Regional School District
Statement of Net Position
Proprietary Funds
June 30, 2015

	Business-type Activities - Enterprise Funds		
	Food Service	Community District Alliance	Totals
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 154,650	\$ 699,903	\$ 854,553
Accounts receivable:			
Federal	23,546	-	23,546
State	791	8,881	9,672
Local	-	741	741
Inventories	12,435	-	12,435
Total current assets	<u>191,422</u>	<u>709,525</u>	<u>900,947</u>
Noncurrent assets:			
Furniture, machinery & equipment	488,137	-	488,137
Less accumulated depreciation	<u>(375,557)</u>	<u>-</u>	<u>(375,557)</u>
Total noncurrent assets	<u>112,580</u>	<u>-</u>	<u>112,580</u>
Total assets	<u><u>304,002</u></u>	<u><u>709,525</u></u>	<u><u>1,013,527</u></u>
LIABILITIES			
Current liabilities:			
Accounts payable	45,876	2,749	48,625
Unearned revenue	-	355,164	355,164
Total liabilities	<u>45,876</u>	<u>357,913</u>	<u>403,789</u>
NET POSITION			
Net Investment in Capital Assets	112,580	-	112,580
Unrestricted	<u>145,546</u>	<u>351,612</u>	<u>497,158</u>
Total net position	<u><u>\$ 258,126</u></u>	<u><u>\$ 351,612</u></u>	<u><u>\$ 609,738</u></u>

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

Bordentown Regional School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2015

	Business-type Activities -		
	Enterprise Fund		
	Food Service	Community District Alliance	Total Enterprise
Operating revenues:			
Charges for services:			
Daily sales - reimbursable programs	\$ 263,530	\$ -	\$ 263,530
Daily sales - non-reimbursable programs	129,913	-	129,913
Special functions	19,148	-	19,148
Community service activities	-	943,985	943,985
Total operating revenues	<u>412,591</u>	<u>943,985</u>	<u>1,356,576</u>
Operating expenses:			
Cost of sales	729,852	-	729,852
Salaries	-	677,758	677,758
Employee benefits	-	100,273	100,273
Other purchased professional services	-	131,004	131,004
Supplies and materials	-	53,255	53,255
Bank card fees	-	29,789	29,789
Depreciation	22,049	-	22,049
Total Operating Expenses	<u>751,901</u>	<u>992,079</u>	<u>1,743,980</u>
Operating income (loss)	<u>(339,310)</u>	<u>(48,094)</u>	<u>(387,404)</u>
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	7,734	-	7,734
Adult basic skills program	-	53,203	53,203
Federal sources:			
National school lunch program	245,077	-	245,077
National breakfast program	65,418	-	65,418
Food distribution program	38,813	-	38,813
General fund capital assets purchased	3,214	-	3,214
Total nonoperating revenues (expenses)	<u>360,256</u>	<u>53,203</u>	<u>413,459</u>
Income (loss) before contributions & transfers	20,946	5,109	26,055
Transfers out to the general fund	-	(30,592)	(30,592)
Special Item - Loss on disposition of asset	(1,040)	-	(1,040)
Change in net position	19,906	(25,483)	(5,577)
Total net position—beginning	<u>238,220</u>	<u>377,095</u>	<u>615,315</u>
Total net position—ending	<u>\$ 258,126</u>	<u>\$ 351,612</u>	<u>\$ 609,738</u>

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

**Bordentown Regional School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015**

Exhibit B-6

	Business-type Activities - Enterprise Funds		
	Food Service	Community District Alliance	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 412,649	\$ 971,493	\$ 1,384,142
Payments to employees	-	(677,758)	(677,758)
Payments for employee benefits	-	(100,273)	(100,273)
Payments to suppliers	(682,422)	(219,273)	(901,695)
Payments to bank card fees	-	(29,789)	(29,789)
Net cash provided by (used for) operating activities	<u>(269,773)</u>	<u>(55,600)</u>	<u>(325,373)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	7,879	55,129	63,008
Federal Sources	306,560	-	306,560
Transfer to general fund	-	(30,592)	(30,592)
Net cash provided by (used for) non-capital financing activities	<u>314,439</u>	<u>24,537</u>	<u>338,976</u>
Net increase (decrease) in cash and cash equivalents	44,666	(31,063)	13,603
Balances—beginning of year	109,984	730,966	840,950
Balances—end of year	<u>\$ 154,650</u>	<u>\$ 699,903</u>	<u>\$ 854,553</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (339,310)	\$ (48,094)	\$ (387,404)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation and net amortization	22,049	-	22,049
Food Distribution Program	38,813	-	38,813
(Increase) decrease in accounts receivable	58	1,208	1,266
(Increase) decrease in inventories	4,376	-	4,376
Increase (decrease) in accounts payable	4,241	(35,014)	(30,773)
Increase (decrease) in deferred revenue	-	26,300	26,300
Total adjustments	<u>69,537</u>	<u>(7,506)</u>	<u>62,031</u>
Net cash provided by (used for) operating activities	<u>\$ (269,773)</u>	<u>\$ (55,600)</u>	<u>\$ (325,373)</u>

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

**Bordentown Regional School District
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Agency Funds</u>
ASSETS			
Cash and cash equivalents	\$ 7,682	\$ 139,905	\$ 384,876
Total assets	<u>7,682</u>	<u>139,905</u>	<u>384,876</u>
LIABILITIES			
Payable to student groups	-	-	151,046
Payroll deductions and withholdings	-	-	233,792
Due to General Fund	-	-	38
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 384,876</u>
NET POSITION			
Held in trust for unemployment claims and other purposes	<u>\$ 7,682</u>		
Reserved for scholarships		<u>\$ 139,905</u>	

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

Bordentown Regional School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2015

	Unemployment Compensation Trust	Private Purpose Scholarship Fund
ADDITIONS		
Contributions:		
Plan members	\$ 7,181	\$ -
Other	-	12,500
Total Contributions	<u>7,181</u>	<u>12,500</u>
Investment earnings:		
Interest	1	1,241
Net investment earnings	<u>1</u>	<u>1,241</u>
Total additions	<u>7,182</u>	<u>13,741</u>
DEDUCTIONS		
Quarterly contribution reports	1,858	-
Scholarships awarded	-	13,325
Total deductions	<u>1,858</u>	<u>13,325</u>
Change in net position	5,324	416
Net position—beginning of the year	<u>2,358</u>	<u>139,489</u>
Net position—end of the year	<u>\$ 7,682</u>	<u>\$ 139,905</u>

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

NOTES TO FINANCIAL STATEMENTS

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education of Bordentown Regional School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board of Education 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.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include elementary, junior and senior high schools located in Bordentown Township and Bordentown City. 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.

New Accounting Standards

During 2015 the District adopted GASB Statement 68 *Accounting and Financial Reporting for Pensions*, this statement improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. It replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Government Employers* as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The primary effect of this statement is to recognize a liability in the financial statements prepared using the economic resources measurement focus and accrual basis of accounting for its proportionate share of the collective net pension liability of all employers for benefits provided through the pension plan. This Statement had a significant effect on the District's financial statements.

During 2015 the District adopted GASB Statement 71 *Pension Transition for Contributions made Subsequent to the measurement Date-An Amendment of GASB Statement No. 68*, this statement requires a state or local government employer to recognize a net pension liability measured as of a date no earlier than the end of its prior fiscal year. If a state or local government employer or non employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources. In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or non employer contributing entity that arise from other types of events. At transition to Statement 68, if it's not practical for an employer or non employer contributing entity to determine

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Accounting Standards (Continued)

the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows or resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts. The provisions of this statement are applied simultaneously with GASB 68.

GASB Statement 72 *Fair Value Measurement and Application*, this Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The District does not expect this statement to impact its financial statements. The statement is effective for periods beginning after June 30, 2015.

GASB Statement 73 *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, the objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, *Accounting and Financial Reporting for Pensions*, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, *Financial Reporting for Pension Plans*, and Statement 68 for pension plans and pensions that are within their respective scopes. The statement is effective for periods beginning after June 30, 2015.

GASB Statement 74 *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* the objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. The District is evaluating this statement to determine its impact the financial statements.

GASB Statement 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. The District is evaluating this statement to determine its impact the financial statements.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Accounting Standards (Continued)

GASB Statement 77 *Tax Abatement Disclosures* This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues. This Statement requires governments that enter into tax abatement agreements to disclose brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients and the gross dollar amount of taxes abated during the period. The District is evaluating this statement to determine its impact the financial statements.

Basic Financial Statements

Financial Statement Presentation

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. Food Service and Community District Alliance functions are classified as business-type activities.

B. Government-Wide Statements

In the government-wide financial statements (statement of position and statement of activity) are highly aggregated financial statements that present financial information for all assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position along with revenues and expenses of the District and its component units except for fiduciary funds.

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

The government-wide statement of activities reports both the gross and net cost of each of the District's functions and business-type activities (regular education, special education, transportation, etc.). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, and charges, etc.). The statement of activities reduces gross expenses by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants column reflects capital-specific grants. The District does not allocate indirect costs among other functions.

Total net costs by function or business-type activity are supported by general revenues such as property taxes, intergovernmental revenues and interest income, etc. This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide Statements (Continued)

Net position

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Assets restricted for capital projects include unexpended bond proceeds reduced by an equal amount of debt outstanding. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include amounts resulting from the calculation of excess surplus in accordance with N.J.S.A. 18A:7F-7.

C. Fund Financial Statements

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. Fund statements present the financial information of each major fund in a separate column. The New Jersey Department of Education requires all governmental funds to be treated as major funds. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental Fund Types

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

General Fund - The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund - The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

Capital Projects Funds - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Fund Type

The focus of the proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the governmental funds of the District:

Enterprise Funds - The enterprise funds account for all revenues and expenses pertaining to food service and community district alliance operations. These enterprise funds 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. Operating revenues are defined as charges for food. All other revenues such as interest income and grants are presented as non-operating revenue.

Fiduciary Fund Types

Trust and Agency Funds - The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Expendable Trust Fund - An expendable trust fund is used to account for assets held to be expended for specified purposes. Expendable Trust Funds include Unemployment Compensation and certain Scholarship accounts.

Agency Funds (Payroll and Student Activities Fund) - Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Fund Balance

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

Nonspendable – The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

The term “enabling legislation” means legislation that authorizes a government to assess, levy, charge, or otherwise mandate payment of resources from external resource providers and includes a legally enforceable requirement that those resources be used only for the specific purposes defined in the legislation. Legal enforceability means that the government can be compelled by an external party-such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (resolution) of Board of Education Those committed amounts cannot be used for any other purpose unless Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, the committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board of Education, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Board of Education or a District official delegated that authority by resolution or policy of the Board.

D. Measurement of Focus, and Financial Statement Presentation

The basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statement are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The accrual basis of accounting is also used for measuring financial position and operating results of the business-type activities in the governmental-wide financial statements.

Modified Accrual:

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types and expendable trust funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on long-term debt which are recorded when due

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year.

The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

E. Cash, Cash Equivalents and Investments

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

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investment 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 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 public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks ate deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Inventories and Prepaid Expenses

The cost of inventory items and prepaid expenses are recorded as expenditures in the governmental fund types. In the Enterprise fund, inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,000. During the 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, 1993 are recorded at original cost. General 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. Donated capital assets are valued at their estimated fair market value on the date received.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Capital Assets (Continued)

Capital assets are reflected as expenditures in the applicable governmental funds. Capital outlays which enhance the asset or significantly extend the useful life of the asset are considered improvements and are added to the asset's currently capitalized cost. The cost of normal repairs and maintenance are not capitalized. Capital assets in the proprietary funds are capitalized in the fund in which they are utilized.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20 - 50 years
Machinery and Equipment	7 - 20 years
Improvements	10 - 20 years
Other infrastructure	10 - 50 years

H. Compensated Absences

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of retirement, an employee is reimbursed for accumulated sick leave. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee upon employment.

The noncurrent portion of the liability for vested compensated absences of the governmental fund types is maintained separately and is not recorded as a fund liability. The amount is recorded as a government wide liability and represents a reconciling item between the fund and government-wide presentations. The liability for compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

I. Unearned Revenue

In applying GASBS No.33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time and reimbursement requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient.

J. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred, reported as deferred inflows or deferred outflows of resources and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed as incurred.

K. Interfund Activity

Interfund activity is reported as either loan, services provided, reimbursements or transfers. Interfund receivables and payables are eliminated from the government-wide financial statements. Internal balances reported on the statement of net position represent unpaid interfunds between the government-wide financial statements and the business-type activities.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Comparative Data

Comparative total data for the prior year has not been presented in the government-wide or the fund financial statements.

M. Deferred Outflows/Inflows of Resources

A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period. The District reports deferred inflows of resources related to pension transactions.

A deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period. The District reports loss on the refunding of debt as a deferred outflow of resources that is amortized over the life of the refunded debt. Also, the District reports deferred outflows and deferred inflows of resources related to pension transactions.

Note 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to New Jersey Department 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. All budget amendments must be approved by School Board resolution. The 2014-2015 budget was amended several times during the year due to changing events.

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 legally mandated revenue recognition of the last state aid payment for budgetary purposes only and special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

B. Encumbrances

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 3: CASH AND INVESTMENTS

Deposits - Deposits are carried at cost, which approximates market value. The carrying amount of deposits is separately displayed on the balance sheets as Cash and Cash Equivalents.

Custodial Credit Risk Related to Deposits – Custodial credit risk is the risk that, in the event of a bank failure, the District’s deposits might not be recovered. The District does not have a formal deposit policy for custodial credit risk but complies with N.J.S.A. 17:9-41 et seq, requiring governmental units to deposit public funds in public depositories protected from loss under the provisions GUDPA as explained in Note 1E.

At June 30, 2015, the carrying value of cash of the District consisted of the following:

	<u>Total</u>
Interest Bearing Demand Deposits	\$ 3,684,607
Cash Held By Fiscal Agent	10,553
	\$ 3,695,160

The carrying amount of cash at June 30, 2015 was \$3,695,160 and the bank balance was \$4,037,896. Of the bank balance, \$258,914 was covered by federal depository insurance and \$3,778,982 was covered by a collateral pool maintained by the banks as required by New Jersey statutes (GUDPA).

Reconciliation to Government-Wide: Statement of Net Assets:

Government Activities	\$ 2,308,446
Business Activities	854,553
Fiduciary Funds	532,161
	\$ 3,695,160

Investments - New Jersey Statutes (N.J.S.A. 18A:20-37) establish the following securities as eligible for the investment of the Bordentown Regional School District's funds:

1. Bonds or other obligations of the United States or obligations guaranteed by the United States.
2. Government money market mutual funds.
3. Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or other external factor.
4. Bonds or other obligations of the local unit or school districts of which the local unit is a part.
5. 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.
6. Local government investment pools.
7. Deposits with the State of New Jersey Cash Management Fund.
8. Agreements for the repurchase of fully collateralized securities, subject to conditions.

The District had no investments at June 30, 2015. Throughout the year available cash is deposited in certificates of deposit and money market accounts to earn interest.

Credit Risk – Credit risk is that an issuer or other counter party to an investment will not fulfill its obligations. The District limits its investments to those permitted by N.J.S.A. 18A:20-37.

Investment Risk Policy – The District does not have a formal investment policy addressing credit risk, including custodial credit risk and concentrations of credit risk, or interest rate risk.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 3: CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk – The District does not limit the amount that may be invested in any one issuer.

Interest Rate Risk– Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District has no policy addressing interest rate risk.

Custodial Credit Risk: Custodial credit risk for investments is the risk that a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party if the counterparty to the transaction fails. Investments are exposed to custodial credit risk when they are uninsured, unregistered, and are held by either a counterparty's trust department or agent but not in the government's name.

Note 4: CAPITAL ASSETS

The following schedule is a summarization of the changes in capital assets by source for the fiscal year-ended June 30, 2015.

	Primary Government			Balance June 30, 2015
	Balance June 30, 2014	Additions/ Adjustments	Deletions/ Adjustments	
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,779,651	\$ -	\$ -	\$ 1,779,651
Construction in progress	2,365,947	-	(2,365,947)	-
Total capital assets, not being depreciated	<u>4,145,598</u>	<u>-</u>	<u>(2,365,947)</u>	<u>1,779,651</u>
Capital assets, being depreciated:				
Site improvements	4,695,120	-	2,740,201	7,435,321
Buildings and building improvements	59,862,048	38,700	(2,299,473)	57,601,275
Machinery and equipment	7,154,021	633,196	17,196	7,804,413
Total capital assets, being depreciated	<u>71,711,189</u>	<u>671,896</u>	<u>457,924</u>	<u>72,841,009</u>
Total Capital Assets	<u>75,856,787</u>	<u>671,896</u>	<u>(1,908,023)</u>	<u>74,620,660</u>
Less accumulated depreciation for:				
Site improvements	3,091,581	306,964	-	3,398,545
Buildings and building improvements	16,623,573	1,136,526	(1,935)	17,758,164
Machinery and equipment	3,953,824	444,751	(75,069)	4,323,506
Total accumulated depreciation	<u>23,668,978</u>	<u>1,888,241</u>	<u>(77,004)</u>	<u>25,480,215</u>
Governmental activities capital assets, net	<u>\$ 52,187,809</u>	<u>\$ (1,216,345)</u>	<u>\$ (1,831,019)</u>	<u>\$ 49,140,445</u>
	Balance June 30, 2014	Additions/ Adjustments	Deletions/ Adjustments	Balance June 30, 2015
Business-type Activities:				
Capital assets, being depreciated:				
Machinery and equipment	\$ 487,523	\$ 3,214	\$ (2,600)	\$ 488,137
Less accumulated depreciation for:				
Machinery and equipment	(355,068)	(22,049)	1,560	(375,557)
Business-type activities capital assets, net	<u>\$ 132,455</u>	<u>\$ (18,835)</u>	<u>\$ (1,040)</u>	<u>\$ 112,580</u>

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 4: CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General and Business Administrative Services	\$ -
Pupil Transportation	185,715
Unallocated Depreciation Expense	<u>1,702,526</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,888,241</u>
Business-Type Activities:	
Food Service Fund	<u>\$ 22,049</u>
Total Depreciation Expense - Business-Type Activities	<u>\$ 22,049</u>

Note 5: OPERATING LEASES

The District has a commitment to lease copier equipment under four operating leases which expire December 2018. The lease contains a cancellation provision and is subject to annual appropriation. Normal operating lease payments made during the year ended June 30, 2015 totaled \$75,101. Future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2016	\$ 60,234
2017	23,688
2018	<u>11,844</u>
Total future minimum lease payments	<u>\$ 95,766</u>

Note 6: LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2015 was as follows:

	<u>Balance</u>	<u>Additions/</u>	<u>Reductions</u>	<u>Balance</u>	<u>Amounts Due</u>
	<u>6/30/14</u>	<u>Adjustments</u>		<u>6/30/15</u>	<u>Within One</u>
					<u>Year</u>
Governmental Activities:					
Bonds Payable:					
Outstanding Bonds	\$ 41,319,000	\$ -	\$ 1,775,000	\$ 39,544,000	\$ 1,880,000
Unamortized Bond Premium	64,198		3,686	60,512	-
Deferred PERS Pension Obligation	117,041	-	8,410	108,631	-
Capital Leases Payable	-	563,731	4,193	559,538	89,164
Compensated Absences Payable	1,683,422	210,819	-	1,894,241	56,329
Net Pension Liability	<u>12,306,906</u>	<u>219,048</u>	<u>528,273</u>	<u>11,997,681</u>	<u>-</u>
Governmental Activities					
Long-term Liabilities	<u>\$ 55,490,567</u>	<u>\$ 993,598</u>	<u>\$ 2,319,562</u>	<u>\$ 54,164,603</u>	<u>\$ 2,025,493</u>

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 6: LONG-TERM DEBT(Continued)

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 District are as follows:

2010 School Bonds dated March 12, 2010 in the amount of \$8,499,000 due in annual installments through March 1, 2025 bearing interest rates ranging from 1.50% to 3.50%. The bonds were issued to fund improvements at the High School Complex to include installation of a solar energy system and reconstruction of athletic fields.

2006 School Refunding Bonds (refunded a portion of the 2002 Bonds) dated November 28, 2006 in the original amount of \$36,650,000 due in annual installments through January 15, 2033 bearing interest rates ranging from 4% to 5%.

Principal and interest due on serial bonds outstanding is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,880,000	\$ 1,624,290	\$ 3,504,290
2017	1,960,000	1,543,415	3,503,415
2018	2,050,000	1,456,415	3,506,415
2019	2,125,000	1,380,165	3,505,165
2020	2,185,000	1,297,353	3,482,353
2021	2,285,000	1,210,740	3,495,740
2022	2,365,000	1,122,840	3,487,840
2023	2,425,000	1,025,934	3,450,934
2024	2,475,000	930,590	3,405,590
2025	2,559,000	833,184	3,392,184
2026	1,905,000	730,044	2,635,044
2027	1,955,000	649,081	2,604,081
2028	2,035,000	568,437	2,603,437
2029	2,150,000	481,950	2,631,950
2030	2,210,000	390,575	2,600,575
2031	2,245,000	296,650	2,541,650
2032	2,375,000	201,237	2,576,237
2033	2,360,000	100,300	2,460,300
	<u>\$ 39,544,000</u>	<u>\$ 15,843,200</u>	<u>\$ 55,387,200</u>

Bonds Authorized But Not Issued

As of June 30, 2015 there were no bonds or notes authorized but not issued.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 6: LONG-TERM DEBT (Continued)

B. Deferred PERS Pension Obligation

In accordance with P.L. 2010, c19, districts could elect to defer 50 % of the 2008-09 regular PERS pension liability. The district elected to defer 50%, amounting to \$137,303, by resolution dated May 6, 2009. The district began repaying the deferred amount in April 2012, over 15 years. The total payment for the April 2015 bill amounted to \$20,944 with \$8,410 attributed to principal. The amount to be paid will fluctuate based on pension system investment earnings. The liability accrues interest at "regular interest" rates as defined by N.J.S.A. 43:15A-24b which is currently 8.25%. Districts are permitted to pay off the obligation at any time.

Note 7: PENSION PLANS

Description of Plans - All required employees of the Board are covered by the Public Employees' Retirement System (PERS), the Teachers' Pension and Annuity Fund (TPAF) or the Defined Contribution Retirement Program (DCRP) which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits Division. According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. TPAF and PERS are cost sharing multi-employer defined benefit pension plan. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

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

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 Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended June 30, 2015, the District recognized pension expense of \$4,276,479 and revenue of \$4,276,479 for support provided by the State. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

Actuarial assumptions

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Inflation rate	2.5%
Salary increases 2012-2021	Varies based on experience
Thereafter	Varies based On experience
Investment rate of return	7.90%

Mortality rates were based on the RP-2000 Health Annuitant Mortality Table 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 July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 2012.

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on 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 are summarized in the following table :

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term 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-US Fixed Income	0.00%	1.41%
Inflation-Indexed Bonds	2.50%	1.30%
Broad US Equities	25.90%	5.88%

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Real Rate of Return</u>
Large Cap US Equities	0.00%	5.62%
Mid Cap US Equities	0.00%	6.39%
Small Cap US 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%

Discount Rate

The discount rate used to measure the total pension liability was 4.68% and 4.95% as of June 30, 2014 and 2013, respectively. 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% and 4.63% as of June 30, 2014 and 2013, respectively, 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 on the average of the five years. Based on those assumptions, the 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 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 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 was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

<u>As of June 30, (rates used)</u>	<u>At 1% decrease</u>	<u>At current discount rate</u>	<u>At 1% increase</u>
2014 (3.68%, 4.68%, 5.68%)	\$ 64,722,984,539	\$ 53,813,067,539	\$ 44,738,870,539
2013 (3.95%, 4.95%, 5.95%)	61,017,578,926	50,790,513,631	42,351,665,847

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) Continued

At June 30, 2015 the District reported a liability of \$11,997,681 for its proportionate share of the net pension liability as 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 that date. 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 school districts, actuarially determined. At June 30, 2014, the district's proportion was .064% which remains relatively same as its proportion measured as of June 30, 2013.

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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

At June 30, 2015 the district recorded accounts payable due to PERS for \$558,933 representing the district contribution expected to be paid in 2015-16.

For the year ended June 30, 2015 the District recognized pension expense of \$607,278. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	377,272	
Net difference between projected and actual earnings or pension plan investments		714,997
Changes in proportion and differences between District contributions and proportionate share of contributions		50,505
District contributions subsequent to the measurement date	558,933	
Total	\$ 936,205	\$ 765,502

\$528,273 reported as deferred outflows of resources related to pensions resulting from school district, charter school, or renaissance school project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) will be recognized as a reduction of the net position liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as shown below. The amounts represent the District's proportionate share of deferred outflows of resources and deferred inflows of resources.

Year ended June 30 :	
2015	\$ (109,259.81)
2016	\$ (109,259.81)
2017	\$ (109,259.81)
2018	\$ (109,259.81)
2019	69,263.92

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) Continued

Additional Information

Collective local balances at December 31, 2013 and 2014 are as follows

	<u>12/31/2013</u>	<u>12/31/2014</u>
Collective Deferred outflows of resources	\$	952,194,675
Collective Deferred inflows of resources	\$	1,479,224,662
Collective net pension liability	\$ 19,111,986,111	18,722,735,003
District's Proportion	0.06439%	0.06408%

Actuarial assumptions

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included 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

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 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's target asset allocation as of June 30, 2014 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real 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 US Equities	25.90%	8.22%

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS)(Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Return</u>
Developed Foreign Equities	12.70%	8.12%
Emerging Market Equities	6.50%	9.91%
Private Equity	8.25%	13.02%
1-ledge 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% and 5.55% as of June 30, 2014 and 2013, respectively. 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% and 4.63% as of June 30, 2014 and 2013, respectively, 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 on 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 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 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 Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers as of June 30, 2014 and 2013, respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

2014			
	<u>At 1% decrease (4.39%)</u>	<u>At current discount rate (5.39%)</u>	<u>At 1% increase (6.39%)</u>
State	23,772,450,916	20,127,103,950	17,069,920,644
Local	<u>23,553,838,159</u>	<u>18,722,735,003</u>	<u>14,665,837,859</u>
\$	<u>47,326,289,075</u>	<u>38,849,838,953</u>	<u>31,735,758,503</u>
2013			
	<u>At 1% decrease (4.55%)</u>	<u>At current discount rate (5.55%)</u>	<u>At 1% increase (6.55%)</u>
State	22,822,255,839	19,298,623,119	16,351,193,705
Local	<u>23,791,905,551</u>	<u>19,111,986,911</u>	<u>15,190,834,283</u>
\$	<u>46,614,161,390</u>	<u>38,410,610,030</u>	<u>31,542,027,988</u>

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program was established under the provisions of Chapter 92, P.L. 2007 and Chapter 100, P.L. 2008 to provide coverage to elected and certain appointed officials effective July 1, 2007. Membership is mandatory for such individuals.

Other Pension Information

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B and N.J.S.A. 18A: 6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined based on 1/55 or 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or the highest three years of service credit) or they may elect deferred retirement after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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.

Vesting for members of the Defined Contribution Retirement Program (DCRP) occurs after one (1) year of membership.

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provide for employee contributions of 6.5% of employees' annual compensation, as defined. An additional 1% is phased in over seven years effective July 1, 2012. The 2015-16 contribution rate was 6.92%. DCRP employees contribute 5.5% of compensation. Employers are required to contribute at an actuarially determined rate. The actuarially determined contribution includes funding for both cost-of-living adjustments, non-contributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

Three-Year Trend Information for PERS

<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Costs</u>
6/30/15	\$ 494,763
6/30/14	477,079
6/30/13	492,571

In accordance with P.L. 2010, c19, districts could elect to defer 50 % of the 2008-09 regular PERS pension liability. The district must begin repaying the deferred amount starting in April 2012, over 15 years. The district elected to defer 50%, amounting to \$137,302, by resolution dated May 6, 2009.

The normal PERS contribution due in 2014-15 was \$87,946; the accrued liability due was \$406,817 totaling \$494,763. Total regular pension contributions plus the non-contributory group life insurance premium amount of \$33,510 and the Chapter 19 P.L. 2009 repayment amount of \$20,944 totaling \$549,217 was paid by the school district.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 7: PENSION PLANS (Continued)

Other Pension Information(Continued)

Three-Year Trend Information for TPAF (Paid on-behalf of the Board)

<u>Year Funding</u>	<u>Normal Cost</u>	<u>Additional Formula Cost</u>	<u>Accrued Liability</u>	<u>NCGI</u>	<u>Post-Retirement Medical Benefits</u>
6/30/15	\$ 454,360	\$ 104,768	\$ 183,124	\$ 53,402	\$ 1,263,101
6/30/14	469,988	108,047	-	51,021	1,031,415
6/30/13	202,204	35,187	688,205	48,699	1,101,681

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$1,174,946 during the year ended June 30, 2015 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. The State of New Jersey also paid retirement costs on behalf of the District amounting to \$2,058,755. These amounts have been included in the financial statements, and the combining and individual fund statements and schedules as a revenue and expenditure in accordance with GASB 24.

Note 8: POST-RETIREMENT BENEFITS

P.L. 1987, c.384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (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. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the 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 benefits changed from a pre-funding 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 health 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.

Note 9: DEFERRED COMPENSATION

The Board offers its employees 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 years. Amounts deferred under the plan are not available to employee until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows: Laurel Financial Group, Inc.; The Franklin Life Insurance Company; VALIC; Siracusa Benefits Programs; UBS Financial Services, Inc.; Lincoln Investment Planning, Inc.; Equitable; Retirement Annuity Consultants Inc.; Thomas Seely Agency.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 10: INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

New Jersey statute requires that interest earned on the investments in capital projects funds be credited to the general fund or debt service based on Board resolution. In accordance with Board resolution, interest earned on capital projects funds will be credited to the General Fund.

Interfund balances consist of the following:

	Interfund Receivable	Interfund Payable
General Fund	\$ 13	\$ -
Special Revenue Fund	-	-
Capital Project Fund	-	13
	<u>\$ 13</u>	<u>\$ 13</u>

Internal Balances consists of the following:

General Fund	\$ 38	\$ -
Agency Fund	-	38
	<u>\$ 38</u>	<u>\$ 38</u>

Remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, (3) payments between funds are made. The loans will be repaid within a reasonable time following the date of the loan.

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.

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

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the (Benefit Reimbursement Method). Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State.

The following is a summary of District contributions, 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 years:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ 22,313	\$ 40,835	\$ 57,824	\$ 7,682
2013-2014	6	40,354	68,218	2,358
2012-2013	3	38,235	24,811	30,239

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 12: CONTINGENT LIABILITIES

The Board of Education is the defendant in lawsuits arising principally in the normal course of operations and generally covered by insurance. In the opinion of the administration, the outcome of these lawsuits will not have a material adverse effect on the accompanying financial statements and accordingly, no provision for losses has been provided.

Note 13: FUND BALANCES

General Fund (Exhibit B-1) - Of the \$1,928,387 General Fund fund balance at June 30, 2015, \$31,249 is assigned and reserved for encumbrances; \$1,300,000 of the total has been appropriated and included as anticipated revenue for the year ending June 30, 2016; \$713,094 has been restricted in the Capital Reserve Account; a \$129,125 has been restricted in the Maintenance Reserve Account. The remaining unassigned fund balance is a deficit of \$245,081.

Capital Project Fund – The Capital Project Fund fund balance at June 30, 2015 totaled \$452,899. Assigned to capital projects is \$402,899 and \$50,000 has been appropriated in the 2015-16 budget to pay debt service.

Note 14: NET POSITION AND UNASSIGNED FUND BALANCE

The District has a deficit in unrestricted net position of \$14,581,412 as reported in the statement of net position (accrual basis). The deficit in the general fund unassigned fund balance amounts to \$245,081 (modified accrual basis). The deficits resulted, in part, from recording the June 2015 state aid payments in accordance with N.J.S.A. 18A:22-44.2 which provides that in the event state school aid payments are not made until the following school budget year, districts must record the state aid payments as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires 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 government-wide financial statements until the year the State records the payable.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulations nor in need of corrective action. The District deficit in the modified accrual basis (GAAP) financial statements of \$245,081 is less than the last state aid payments of \$1,010,820.

Also contributing to the deficit in net position is the amount of compensated absences, \$1,894,241 recorded on the accrual basis. While reflected as a liability, the obligation will not be funded until a future date coincident with termination of services.

The largest contributor to the deficit in net position is the net pension liability and related balances recorded in accordance with GASB 68 amounting to \$12,385,911. Due to the resulting timing differences, the deficits do not alone indicate that the district is facing financial difficulties.

Note 15: CAPITAL RESERVE ACCOUNT

A capital reserve account was established in the general fund 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.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 15: CAPITAL RESERVE ACCOUNT (Continued)

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line-item 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.

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	\$ 406,506
Interest earnings	188
Deposits Approved by Resolution June 10, 2015	<u>306,400</u>
Ending balance, June 30, 2015	<u>\$ 713,094</u>

The June 30, 2015 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

Note 16: MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established in the general fund for the accumulation of funds for the required maintenance of facilities in accordance with N.J.S.A. 18A:17G-9.

Funds placed in the maintenance reserve account are restricted to maintenance of the district's facilities in accordance with N.J.A.C. 6:26A. Districts may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget or by deposit of any unanticipated revenue or unexpended line-item appropriations by board resolution adopted before June 30.

There was no activity in the maintenance reserve account during the year. The balance at June 30, 2015 and 2014 remains at \$100,000.

Note 17: DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES

Premiums associated with the issuance of debt are deferred and amortized over the life of the debt in the government-wide financial statements. Accumulated amortization at June 30, 2015 is \$31,638 and the unamortized balance is \$60,512 and is reported as a deferred inflow on the government-wide financial statements.

Loss associated with the refunding of debt is deferred and amortized over the life of debt in the government wide financial statements. Accumulated amortization at June 30, 2015 is \$686,152 and the unamortized balance is \$1,312,355 and is reported as a deferred outflow on the government-wide financial statements.

As a result of the implementation of GASB 68, a deferred inflow of resources is recognized amounting to \$765,502 and a deferred outflow of resources is recognized amounting to \$963,205.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 18: CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance-Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F- &. New Jersey school districts are required to reserve General Fund fund balance at fiscal year end June 30 if they did not appropriate a required minimum amount as budgeted fund balance in the subsequent year's budget. The calculation of excess surplus at June 30, 2015 resulted in zero excess surplus.

Note 19: PRIOR PERIOD ADJUSTMENT

The implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which required the District to recognize its proportionate share of PERS collective net pension liability, resulted in recording an adjustment to beginning net position on the statement of activities of \$12,306,906 to report the net pension liability in accordance with GASB 68. Fixed asset and compensated absences are adjusted as well. Additionally unamortized bond premium is reclassified from deferred inflow of resources and reported as a liability. The reclassification had no impact on net position.

Beginning net position as previously reported		\$ 11,583,297
Fixed Asset Adjustment		(1,831,019)
Compensated Absences Adjustment		(233,766)
Implementation of GASB 68:		
Net Pension Liability (measurement date June 30,2014)		(12,306,906)
Total Prior period Adjustment		<u>(14,371,691)</u>
Net Position June 30, 2014 (restated)		<u>\$ (2,788,394)</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BORDENTOWN REGIONAL SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
REVENUES:					
Local Sources:					
Local Tax Levy	26,630,061	-	26,630,061	26,630,061	-
Other Local Governmental Units	155,000	-	155,000	206,035	51,035
Tuition	847,019	-	847,019	881,361	34,342
Transportation Fees from Other LEA's	61,000	-	61,000	146,246	85,246
Interest Earned on Capital Reserve Funds	-	-	-	188	188
Interest Earned - Other	3,000	-	3,000	1,409	(1,591)
Bus Advertising	-	-	-	3,547	3,547
Miscellaneous	455,000	1,040	456,040	467,815	11,775
Total - Local Sources	<u>28,151,080</u>	<u>1,040</u>	<u>28,152,120</u>	<u>28,336,662</u>	<u>184,542</u>
State Sources:					
Categorical Transportation Aid	178,363	-	178,363	178,363	-
Categorical Special Education Aid	1,445,511	-	1,445,511	1,445,511	-
Equalization Aid	6,172,180	-	6,172,180	6,172,180	-
Categorical Security Aid	62,729	-	62,729	62,729	-
Extraordinary Aid	400,215	-	400,215	343,625	(56,590)
Other State Aid	85,046	-	85,046	85,046	-
Non Public Transportation	-	-	-	17,507	17,507
Homeless Tuition Aid	-	-	-	23,772	23,772
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	795,654	795,654
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	1,263,101	1,263,101
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	1,174,946	1,174,946
Total State Sources	<u>8,344,044</u>	<u>-</u>	<u>8,344,044</u>	<u>11,562,434</u>	<u>3,218,390</u>
Federal Sources:					
Medicaid Reimbursement	29,000	-	29,000	49,647	20,647
Total Federal Sources	<u>29,000</u>	<u>-</u>	<u>29,000</u>	<u>49,647</u>	<u>20,647</u>
Total Revenues	<u>36,524,124</u>	<u>1,040</u>	<u>36,525,164</u>	<u>39,948,743</u>	<u>3,423,579</u>
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	619,563	(26,000)	593,563	584,408	9,155
Grades 1-5 - Salaries of Teachers	3,738,104	(59,499)	3,678,605	3,678,605	-
Grades 6-8 - Salaries of Teachers	2,156,685	(45,200)	2,111,485	2,052,228	59,257
Grades 9-12 - Salaries of Teachers	3,147,687	(79,949)	3,067,738	3,024,692	43,046
Regular Programs - Home Instruction:					
Salaries of Teachers	30,800	9,900	40,700	40,109	591
Other Salaries for Instruction	24,863	-	24,863	24,863	-
Purchased Professional-Educational Services	172,000	4,495	176,495	176,480	15
Other Purchased Services (400-500 series)	47,650	(703)	46,947	36,628	10,319
General Supplies	609,877	(5,548)	604,329	570,483	33,846
Textbooks	72,342	3,283	75,625	68,563	7,062
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>10,619,571</u>	<u>(199,221)</u>	<u>10,420,350</u>	<u>10,257,059</u>	<u>163,291</u>
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of Teachers	529,424	(72,930)	456,494	445,528	10,966
Other Salaries for Instruction	309,093	(64,100)	244,993	242,452	2,541
General Supplies	26,511	-	26,511	14,005	12,506
Textbooks	250	-	250	-	250
Total Learning and/or Language Disabilities	<u>865,278</u>	<u>(137,030)</u>	<u>728,248</u>	<u>701,985</u>	<u>26,263</u>
Multiple Disabilities:					
Salaries of Teachers	140,847	33,000	173,847	170,208	3,639
Other Salaries for Instruction	45,636	-	45,636	32,786	12,850
General Supplies	7,837	-	7,837	7,512	325
Total Multiple Disabilities	<u>194,320</u>	<u>33,000</u>	<u>227,320</u>	<u>210,506</u>	<u>16,814</u>
Resource Room/Resource Center:					
Salaries of Teachers	814,587	97,800	912,387	912,008	379
Other Salaries for Instruction	266,870	(50,255)	216,615	194,475	22,140

BORDENTOWN REGIONAL SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
General Supplies	5,150	-	5,150	4,782	368
Textbooks	3,370	(2,920)	450	450	-
Total Resource Room/Resource Center	<u>1,089,977</u>	<u>44,625</u>	<u>1,134,602</u>	<u>1,111,715</u>	<u>22,887</u>
Autisim:					
Salaries of Teachers	119,187	56,181	175,368	175,368	-
Other Salaries for Instruction	80,385	(18,000)	62,385	26,583	35,802
General Supplies	2,740	-	2,740	2,301	439
Total Autisim	<u>202,312</u>	<u>38,181</u>	<u>240,493</u>	<u>204,252</u>	<u>36,241</u>
Preschool Disabilities - Part-Time:					
Salaries of Teachers	62,548	52,408	114,956	111,105	3,851
Other Salaries for Instruction	21,735	3,000	24,735	22,194	2,541
General Supplies	4,420	-	4,420	4,385	35
Total Preschool Disabilities - Part-Time	<u>88,703</u>	<u>55,408</u>	<u>144,111</u>	<u>137,684</u>	<u>6,427</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>2,440,590</u>	<u>34,184</u>	<u>2,474,774</u>	<u>2,366,142</u>	<u>108,632</u>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	611,015	-	611,015	606,730	4,285
General Supplies	10,060	-	10,060	8,725	1,335
Textbooks	300	(220)	80	-	80
Total Basic Skills/Remedial - Instruction	<u>621,375</u>	<u>(220)</u>	<u>621,155</u>	<u>615,455</u>	<u>5,700</u>
Bilingual Education - Instruction					
Salaries of Teachers	205,752	-	205,752	198,686	7,066
General Supplies	4,695	-	4,695	2,111	2,584
Total Bilingual Education - Instruction	<u>210,447</u>	<u>-</u>	<u>210,447</u>	<u>200,797</u>	<u>9,650</u>
School-Spon. Cœcurricular Actvts. - Inst.					
Salaries	173,004	(13,657)	159,347	138,633	20,714
Supplies and Materials	18,900	1,200	20,100	13,407	6,693
Total School-Spon. Cœcurricular Actvts. - Instruction	<u>191,904</u>	<u>(12,457)</u>	<u>179,447</u>	<u>152,040</u>	<u>27,407</u>
School-Spon. Cœcurricular Athletics - Instruction					
Salaries	390,727	16,470	407,197	407,186	11
Purchased Services (300-500 series)	138,298	(20,470)	117,828	107,349	10,479
Supplies and Materials	78,641	23,800	102,441	94,746	7,695
Total School-Spon. Cœcurricular Athletics - Instruction	<u>607,666</u>	<u>19,800</u>	<u>627,466</u>	<u>609,281</u>	<u>18,185</u>
TOTAL INSTRUCTION	<u>14,691,553</u>	<u>(157,914)</u>	<u>14,533,639</u>	<u>14,200,774</u>	<u>332,865</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Regular	36,000	12,414	48,414	48,414	-
Tuition to County Voc. School Dist. - Regular	61,286	8,850	70,136	70,136	-
Tuition to County Voc. School Dist. - Special	19,860	(6,242)	13,618	13,618	-
Tuition to CSSD & Regional Day Schools	526,325	(107,658)	418,667	418,667	-
Tuition to Private Schools for the Disabled - Within State	1,214,205	(57)	1,214,148	1,214,148	-
Tuition - State Facilities	32,306	-	32,306	32,306	-
Tuition - Other	109,845	(19,012)	90,833	90,833	-
Total Undistributed Expenditures - Instruction:	<u>1,999,827</u>	<u>(111,705)</u>	<u>1,888,122</u>	<u>1,888,122</u>	<u>-</u>
Undistributed Expend. - Attend. & Social Work					
Salaries	1,000	-	1,000	-	1,000
Total Undistributed Expend. - Attend. & Social Work	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Undist. Expend. - Health Services					
Salaries	355,187	(3,000)	352,187	349,740	2,447
Purchased Professional and Technical Services	31,895	-	31,895	31,789	106
Other Purchased Services (400-500 series)	5,600	-	5,600	3,186	2,414
Supplies and Materials	7,200	-	7,200	6,934	266
Total Undistributed Expenditures - Health Services	<u>399,882</u>	<u>(3,000)</u>	<u>396,882</u>	<u>391,649</u>	<u>5,233</u>
Undist. Expend. - Other Supp. Serv. Students - Related Services					
Salaries of Other Professional Staff	477,246	4,104	481,350	481,350	-
Purchased Professional - Educational Services	38,575	625	39,200	39,200	-
Supplies and Materials	6,936	-	6,936	6,699	237
Total Undist. Expend. - Other Supp. Serv. Students - Related Services	<u>522,757</u>	<u>4,729</u>	<u>527,486</u>	<u>527,249</u>	<u>237</u>
Undist. Expend. - Other Supp. Serv. Students - Extra Services					
Salaries of Other Professional Staff	424,253	(7,455)	416,798	416,798	-
Total Undist. Expend. - Other Supp. Serv. Students - Extra Services	<u>424,253</u>	<u>(7,455)</u>	<u>416,798</u>	<u>416,798</u>	<u>-</u>
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	630,555	-	630,555	629,607	948

BORDENTOWN REGIONAL SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Salaries of Secretarial and Clerical Assistants	64,952	-	64,952	64,558	394
Other Purchased Services (400-500 series)	850	-	850	595	255
Supplies and Materials	6,390	500	6,890	6,651	239
Other Objects	6,785	-	6,785	3,416	3,369
Total Undist. Expend. - Guidance	709,532	500	710,032	704,827	5,205
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	1,280,339	(38,008)	1,242,331	1,242,181	150
Salaries of Secretarial and Clerical Assistants	149,762	4,042	153,804	152,804	1,000
Purchased Professional - Educational Services	17,180	(8,257)	8,923	8,923	-
Other Purchased Prof. and Tech. Services	946,733	335,358	1,282,091	1,281,349	742
Mis. Purchase Serv. (400-500 series other than Residential Costs)	4,000	(1,961)	2,039	2,039	-
Supplies and Materials	54,070	(21,994)	32,076	31,658	418
Total Undist. Expend. - Child Study Teams	2,452,084	269,180	2,721,264	2,718,954	2,310
Undist. Expend. - Improvement of Inst. Services					
Salaries of Supervisor of Instruction	207,118	2,031	209,149	209,149	-
Salaries of Secr and Clerical Assist.	52,514	316	52,830	52,830	-
Purchased Prof- Educational Services	24,650	-	24,650	19,293	5,357
Supplies and Materials	3,000	-	3,000	-	3,000
Total Undist. Expend. - Improvement of Inst. Services	287,282	2,347	289,629	281,272	8,357
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	258,402	-	258,402	256,745	1,657
Other Purchased Services (400-500 series)	1,300	-	1,300	1,190	110
Supplies and Materials	19,425	(1,605)	17,820	16,981	839
Total Undist. Expend. - Edu. Media Serv./Sch. Library	279,127	(1,605)	277,522	274,916	2,606
Undist. Expend. - Supp. Serv. - General Administration					
Salaries	210,927	(3,100)	207,827	205,923	1,904
Legal Services	61,100	4,925	66,025	31,359	34,666
Audit Fees	38,500	(522)	37,978	34,320	3,658
Communications/Telephone	101,400	6,985	108,385	93,070	15,315
Other Purchased Services (400-500 series)	129,680	(2,205)	127,475	116,436	11,039
Supplies and Materials	5,600	(50)	5,550	5,498	52
Miscellaneous Expenditures	30,000	(618)	29,382	27,759	1,623
Total Undist. Expend. - Supp. Serv. - General Administration	577,207	5,415	582,622	514,365	68,257
Undist. Expend. - Support Serv. - School Administration					
Salaries of Principals/Assistant Principals	997,357	(5,521)	991,836	987,375	4,461
Salaries of Secretarial and Clerical Assistants	408,980	(316)	408,664	404,747	3,917
Other Purchased Services (400-500 series)	108,198	-	108,198	103,858	4,340
Supplies and Materials	13,175	-	13,175	8,713	4,462
Total Undist. Expend. - Support Serv. - School Administration	1,527,710	(5,837)	1,521,873	1,504,693	17,180
Undist. Expend. - Business and Other Support Services					
Salaries	320,280	5,521	325,801	322,183	3,618
Purchased Professional Services	5,700	522	6,222	6,222	-
Other Purchased Services (400-500 series)	20,000	-	20,000	7,328	12,672
Purchased Technical Services	20,500	-	20,500	20,484	16
Total Undist. Expend. - Business and Other Support Services	366,480	6,043	372,523	356,217	16,306
Undist. Expend. - Admin. Info. Technology					
Salaries	196,310	23,325	219,635	219,397	238
Purchased Technical Services	66,220	4,100	70,320	61,614	8,706
Supplies and Materials	23,400	23,400	23,400	23,311	89
Total Undist. Expend. - Admin. Info. Technology	262,530	50,825	313,355	304,322	9,033
Undist. Expend. - Allowable Maintenance for School Facilities					
Salaries	313,273	-	313,273	284,357	28,916
Cleaning, Repair, and Maintenance Services	366,921	35,900	402,821	378,023	24,798
General Supplies	97,250	6,000	103,250	102,695	555
Total Undist. Expend. - Allowable Maintenance for School Facilities	777,444	41,900	819,344	765,075	54,269
Undist. Expend. - Oth. Oper. & Maint. of Plant					
Salaries	1,573,684	-	1,573,684	1,475,646	98,038
Cleaning, Repair and Maintenance Services	30,000	-	30,000	28,110	1,890
Insurance	102,560	1,312	103,872	103,872	-
General Supplies	133,160	(8,184)	124,976	121,644	3,332
Energy (Electricity)	775,000	(89,202)	685,798	684,882	916
Energy (Energy)	105,139	89,202	194,341	184,819	9,522
Energy (Other)	74,000	13,015	87,015	87,015	-

BORDENTOWN REGIONAL SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Salaries of Non-Instructional Aides (Cafeteria)	177,956	(20,773)	157,183	155,552	1,631
Other Objects	21,500	-	21,500	18,519	2,981
Total Undist. Expend. - Other Oper. & Maint. Of Plant	2,992,999	(14,630)	2,978,369	2,860,059	118,310
Undistributed Expenditures-Security					
Salaries	121,160	43	121,203	121,203	-
Purchased Technical Services	110,000	(43)	109,957	76,445	33,512
Total Undistr Expend-Security	231,160	-	231,160	197,648	33,512
Total Undist. Expend. - Oper. & Maint. Of Plant	4,001,603	27,270	4,028,873	3,822,782	206,091
Undist. Expend. - Student Transportation Serv.					
Sal. For Transp. Aides	135,663	38,126	173,789	173,789	-
Sal. For Pup. Trans. (Bet. Home and School) - Regular	552,191	7,609	559,800	559,541	259
Sal. For Pup. Trans. (Bet. Home and School) - Special	280,526	43,631	324,157	324,157	-
Sal. For Pup. Trans. (Other than Bet. Home and School)	41,300	957	42,257	42,257	-
Cleaning, Repair and Maintenance Services	45,000	(9,200)	35,800	31,833	3,967
Lease Purchase Payments - School Buses	40,000	-	40,000	-	40,000
Contract Services - (Between Home and School) - Vendors	173,000	(93,496)	79,504	66,388	13,116
Contr Serv (Spl. Ed. Students) - Joint Agmt	15,000	-	15,000	14,046	954
Contr Serv. - Aid in Lieu Payments	78,000	2,663	80,663	80,663	-
Misc. Purchased Serv. - Transportation	34,070	736	34,806	34,806	-
Supplies and Materials	80,000	6,537	86,537	84,544	1,993
Transportation Supplies	388,800	-	388,800	358,596	30,204
Total Undist. Expend. - Student Transportation Serv.	1,863,550	(2,437)	1,861,113	1,770,620	90,493
ALLOCATED BENEFITS					
Student Transportation Services					
Social Security Contributions	75,480	11,000	86,480	85,521	959
Workmen's Compensation	105,000	-	105,000	105,000	-
Health Benefits	400,000	-	400,000	400,000	-
Total Student Transportation Services	580,480	11,000	591,480	590,521	959
TOTAL ALLOCATED BENEFITS	580,480	11,000	591,480	590,521	959
UNALLOCATED BENEFITS					
Social Security Contributions	425,000	25,859	450,859	450,859	-
Other Retirement Contributions - Regular	23,000	23,000	46,000	38,555	7,445
Other Retirement Contributions - ERIP	22,000	-	22,000	20,944	1,056
Unemployment Compensation	70,000	(43,000)	27,000	22,312	4,688
Other Retirement Contributions - Regular (PERS)	559,217	(10,000)	549,217	543,803	5,414
Workmen's Compensation	235,170	(8,000)	227,170	219,130	8,040
Health Benefits	4,919,717	(3,124)	4,916,593	4,098,784	817,809
Tuition Reimbursement	50,000	(19,176)	30,824	28,472	2,352
Other Employee Benefits	59,534	3,123	62,657	62,657	-
TOTAL UNALLOCATED BENEFITS	6,363,638	(31,318)	6,332,320	5,485,516	846,804
On-behalf TPAF Pension Contributions (non-budgeted)	-	-	-	795,654	(795,654)
On-behalf TPAF-OPEB Post. Retire. Medical Contrib. (non-budgeted)	-	-	-	1,263,101	(1,263,101)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	1,174,946	(1,174,946)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	3,233,701	(3,233,701)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	6,944,118	(20,318)	6,923,800	9,309,738	(2,385,938)
TOTAL UNDISTRIBUTED EXPENDITURES	22,618,942	213,952	22,832,894	24,786,524	(1,953,630)
TOTAL GENERAL CURRENT EXPENSE	37,310,495	56,038	37,366,533	38,987,298	(1,620,765)
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction:					
Grades 9-12	-	24,000	24,000	-	24,000
Special Education - Instruction:					
Undistributed Expenditures - General Admin.	-	5,635	5,635	5,544	91
Undistributed Expenditures - Admin. Info. Technology	98,630	(5,749)	92,881	91,819	1,062
Undistributed Expenditures - Req. Maint. - School Facilities	-	3,214	3,214	3,214	-
Total Equipment	98,630	27,100	125,730	100,577	25,153

BORDENTOWN REGIONAL SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Facilities Acquisition and Construction Services					
Construction Services					
Other Objects	100,000	(27,100)	72,900	69,292	3,608
Total Facilities Acquisition and Construction Services	<u>117,685</u>	<u>-</u>	<u>117,685</u>	<u>117,685</u>	<u>-</u>
Assets Acquired Under Capital Leases (non-budgeted)	<u>217,685</u>	<u>(27,100)</u>	<u>190,585</u>	<u>186,977</u>	<u>3,608</u>
Undistributed Expenditures:					
General Administration	-	-	-	553,193	(553,193)
Assets Acquired Under Capital Leases (non-budgeted)	<u>-</u>	<u>-</u>	<u>-</u>	<u>553,193</u>	<u>(553,193)</u>
TOTAL CAPITAL OUTLAY	<u>316,315</u>	<u>-</u>	<u>316,315</u>	<u>840,747</u>	<u>(524,432)</u>
Transfer of Funds to Charter Schools	-	4,500	4,500	4,477	23
TOTAL EXPENDITURES	<u>37,626,810</u>	<u>60,538</u>	<u>37,687,348</u>	<u>39,832,522</u>	<u>(2,145,174)</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(1,102,686)	(59,498)	(1,162,184)	116,221	1,278,405
Other Financing Sources and (Uses):					
Cancelled Prior Years' Accounts Payable	-	-	-	790	790
Cancelled Prior Years' Accounts Receivables	-	-	-	(28)	(28)
Operating Transfers In:					
Interest Income Capital Projects	-	-	-	270	270
Transfer from CDA	-	-	-	30,592	30,592
Capital Leases (non-budgeted)	-	-	-	563,731	563,731
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>595,355</u>	<u>595,355</u>
Excess (Deficiency) of Revenues and Other Financing Sources					
Over (Under) Expenditures and Other Financing Sources (Uses)	(1,102,686)	(59,498)	(1,162,184)	711,576	1,873,760
Fund Balance, July 1	<u>2,227,631</u>	<u>-</u>	<u>2,227,631</u>	<u>2,227,631</u>	<u>-</u>
Fund Balance, June 30	<u>1,124,945</u>	<u>(59,498)</u>	<u>1,065,447</u>	<u>2,939,207</u>	<u>1,873,760</u>
Recapitulation:					
Restricted Fund Balance:					
Maintenance Reserve				129,125	
Capital Reserve				713,094	
Excess Surplus - Designated for Subsequent Year's Expenditures				-	
Excess Surplus - Current Year				-	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				1,300,000	
Other Purposes - Year-End Encumbrances				31,249	
Unassigned Fund Balance				<u>765,739</u>	
				2,939,207	
Reconciliation to Governmental Funds Statements (GAAP):					
Extraordinary Aid not recognized on GAAP basis				(340,140)	
Last State Aid Payment not recognized on GAAP basis				(670,680)	
Fund Balance per Governmental Funds (GAAP)				<u>1,928,387</u>	

**Bordentown Regional School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	\$ -	\$ 46,917	\$ 46,917	\$ 34,242	\$ (12,675)
Federal Sources	872,881	122,093	994,974	919,477	(75,497)
Total Revenues	872,881	169,010	1,041,891	953,719	(88,172)
EXPENDITURES:					
Instruction					
Salaries of Teachers	279,893	(39,740)	240,153	231,417	8,736
Other Purchased Services (400-500 series)	535,881	6,706	542,587	542,587	-
General Supplies	12,510	43,855	56,365	46,114	10,251
Other Objects	-	8,000	8,000	-	8,000
Total Instruction	828,284	18,821	847,105	820,118	26,987
Support Services					
Salaries	-	3,463	3,463	3,463	-
Other Salaries	-	9,284	9,284	5,371	3,913
Personal Services - Employee Benefits	38,752	10,525	49,277	41,921	7,356
Purchased Professional and Technical Services	-	14,226	14,226	1,500	12,726
Purchased Professional - Educational Services	4,704	88,975	93,679	67,948	25,731
Purchased Property Services	-	6,416	6,416	5,345	1,071
Other Purchased Services (400-500 series)	571	2,304	2,875	746	2,129
Supplies & Materials	570	14,996	15,566	7,307	8,259
Total Support Services	44,597	150,189	194,786	133,601	61,185
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment	-	-	-	-	-
Total Facilities Acquisition and Construction Services	-	-	-	-	-
Total Expenditures	872,881	169,010	1,041,891	953,719	88,172
Other Financing Sources (Uses)					
Transfer to General Fund	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Total Outflows	872,881	169,010	1,041,891	953,719	88,172
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART II

**Bordentown Regional School District
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Fiscal Year Ended June 30, 2015**

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	[C-1]	\$ 39,979,605	[C-2]	\$ 953,719
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-		1,096
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		673,517		-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.		(670,680)		-
Extraordinary aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		333,770		-
Extraordinary aid payment recognized for budgetary purposes, not recognized for GAAP statements.		(340,140)		-
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (inflows) to general fund		(30,862)		
 Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	 [B-2]	 \$ <u>39,945,210</u>	 [B-2]	 \$ <u>954,815</u>
 Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 39,832,522	[C-2]	\$ 953,719
Differences - budget to GAAP				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		-		1,096
 Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	 [B-2]	 \$ <u>39,832,522</u>	 [B-2]	 \$ <u>954,815</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

Bordentown Regional School District
Schedules of Required Supplementary Information
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Public Employess Retirement System
Last 10 Fiscal Years*
For Fiscal Year Ended June 30, 2015

	<u>2015</u>		<u>2014</u>
	Measurement date		Measurement date
	June 30, 2014		June 30, 2013
Proportion of the net pension liability	0.06%		0.06%
Proportionate share of the net pension liability	\$ 11,997,681	\$	12,306,906
Covered-employee payroll	\$ 4,483,508	\$	4,500,347
Proportionate share of the net pension liability as a percentage of covered-employee payroll	267.60%		273.47%
Plan fiduciary net position	\$ 13,043,540	\$	11,695,239
Plan fiduciary net position as a percentage of the total pension liability	52.08%		48.72%

* Fiscal year 2015 was the first year of implementation. Only the last two years information was provided by the state and is shown above.

Bordertown Regional School District
Schedules of Required Supplementary Information
SCHEDULE OF DISTRICT CONTRIBUTIONS
Public Employment Retirement System
 Last 10 Fiscal Years
 (Dollar amounts in thousands)
 For Fiscal Year Ended June 30, 2015

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Contractually required contribution (1)	\$ 528,273	\$ 485,193	\$ 521,887	\$ 533,594	\$ 522,115	\$ 396,808	\$ 308,739	\$ 201,146	\$ 122,569	\$ 64,963
Contributions in relation to the contractually required contribution	528,273	485,193	521,887	533,594	522,115	396,808	308,739	201,146	122,569	64,963
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	\$ 4,483,508	\$ 4,500,347	\$ 4,522,419	\$ 4,423,201	\$ 4,604,516	\$ 4,674,141	\$ 4,619,030	\$ 4,229,053	\$ 3,585,232	\$ 3,297,691
Contributions as a percentage of covered-employee payroll	11.78%	10.78%	11.54%	12.06%	11.34%	8.49%	6.68%	4.76%	3.42%	1.97%

(1) Includes Group Life insurance Premiums

Bordentown Regional School District
Schedules of Required Supplementary Information
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Teacher's Pension Plan
Last 10 Fiscal Years*
For Fiscal Year Ended June 30, 2015

	<u>2015</u>	<u>2014</u>
	Measurement date	Measurement date
	June 30, 2014	June 30, 2013
District's proportion of the net pension liability	0.15%	0.15%
State's proportionate share of the net pension liability	\$ 79,474,589	\$ 76,204,693
District's covered-employee payroll	\$ 15,920,799	\$ 15,220,543
District's proportionate share of the net pension liability as a percentage of its covered payroll	499.19%	500.67%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	33.76%

* Fiscal year 2015 was the first year of implementation. Only the last two years information was provided by the state and is shown above.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III

**Bordentown Regional School District
Notes to Required Supplementary Information
For the Year Ended June 30, 2015**

Changes in benefit terms: None

Changes in assumptions: The discount rate changed from the rate as of June 30, 2013 to June 30, 2014, in accordance with GASB Statement No. 67.

Method and assumptions used in calculations of actuarially determined contributions: The actuarially determined contributions are calculated as of July 1, preceding the fiscal year in which the contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions

	<u>TPAF</u>	<u>PERS</u>
Actuarial cost method	Entry age normal	Entry Age Normal
Amortization method	Level dollar, open	Level dollar, open
Remaining amortization period	30 years	30 years
Asset valuation method	20% of the difference between the expected actuarial value and market value is recognized each year	Five-year average of market values
Inflation rate	2.50%	3.01%
Projected salary increases 2012-2021	Varies based on experience	2.15 – 4.40% based on age
Thereafter	Varies based on experience	3.15 – 5.40% based on age
Projected COLAs	N/A*	N/A*
Investment rate of return	7.90%	7.90%

*Pursuant to the provisions of Chapter 78, P.L. 2011, cost of living adjustment (COLA) increases were suspended for all current and future retirees of all retirement systems.

OTHER SUPPLEMENTARY INFORMATION

SECTION - E
SPECIAL REVENUE FUND
DETAIL STATEMENTS

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

Bordentown Regional School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015

	Title I, Part A - Improving Basic Programs Operated by LEA's				I.D.E.A. Part B		Burlington County Municipal Alliance (BRAD) 2014-2015	Totals 2015
	Total Brought Forward (Ex. E-1a)	2014-2015	2013-2014 Summer	Basic 2014-2015	Preschool 2014-2015	-		
REVENUES								
Local Sources	21,352	-	-	-	-	-	-	34,242
Federal Sources	83,312	255,344	12,890	542,587	25,344	-	-	919,477
Total Revenues	104,664	255,344	12,890	542,587	25,344	-	12,890	953,719
EXPENDITURES:								
Instruction:								
Salaries of Teachers	32,982	198,435	-	-	-	-	-	231,417
Other Purchased Services (400-500 series)	-	-	-	542,587	-	-	-	542,587
General Supplies	28,274	12,510	5,330	-	-	-	-	46,114
Total instruction	61,256	210,945	5,330	542,587	-	-	-	820,118
Support services:								
Salaries	-	-	-	-	-	-	-	3,463
Other Salaries	5,371	-	-	-	-	-	-	5,371
Personal Services - Employee Benefits	7,124	34,797	-	-	-	-	-	41,921
Purchased Professional and Technical Services	-	-	-	-	-	-	-	1,500
Purchased Professional - Educational Services	25,442	9,602	7,560	-	25,344	-	-	67,948
Purchased Property Services	-	-	-	-	-	-	-	5,345
Other Purchased Services (400-500 series)	-	-	-	-	-	-	-	746
Supplies & Materials	5,471	-	-	-	-	-	-	1,836
Total support services	43,408	44,399	7,560	-	25,344	-	12,890	133,601
Facilities acquisition and construction services:								
Non-instructional Equipment	-	-	-	-	-	-	-	-
Total facilities acquisition and construction services	-	-	-	-	-	-	-	-
Total Expenditures	104,664	255,344	12,890	542,587	25,344	-	12,890	953,719
Other Financing Sources (Uses)								
Transfer to General Fund	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Bordentown Regional School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	Title II, Part A Teacher & Principal Training & Recruiting		Title III, Part A English Language Acquisition		Teacher Quality Mentoring Program Carryover	Total Carried Forward
	2014-2015 Summer	2013-2014 Summer	2014-2015	2013-2014 Summer		
REVENUES						
Local Sources	\$ 15,981	\$ -	\$ -	\$ -	\$ 5,371	\$ 21,352
Federal Sources	-	43,495	21,630	12,023	-	83,312
Total Revenues	15,981	43,495	21,630	12,023	5,371	104,664
EXPENDITURES:						
Instruction:						
Salaries of Teachers	-	25,397	-	7,585	-	32,982
General Supplies	11,533	-	8,800	1,777	-	28,274
Total instruction	11,533	25,397	8,800	9,362	-	61,256
Support services:						
Other Salaries	-	-	-	-	5,371	5,371
Personal Services - Employee Benefits	-	5,486	-	1,638	-	7,124
Purchased Professional - Educational Services	-	12,612	12,830	-	-	25,442
Supplies & Materials	4,448	-	-	1,023	-	5,471
Total support services	4,448	18,098	12,830	2,661	5,371	43,408
Facilities acquisition and construction services:						
Non-instructional Equipment	-	-	-	-	-	-
Total facilities acquisition and construction services	-	-	-	-	-	-
Total Expenditures	15,981	43,495	21,630	12,023	5,371	104,664
Other Financing Sources (Uses)						
Transfer to General Fund	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Bordentown Regional School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	Nelchen Sievers Library Grants 2013-2014 Carryover	Bordentown Regional School District Education Foundation Grant 2014-2015	Total Carried Forward
REVENUES			
Local Sources	\$ 4,448	\$ 11,533	\$ 15,981
Total Revenues	4,448	11,533	15,981
EXPENDITURES			
Instruction:			
General Supplies	-	11,533	11,533
Total instruction	-	11,533	11,533
Support services:			
Supplies & Materials	4,448	-	4,448
Total support services	4,448	-	4,448
Facilities acquisition and const. serv.:			
Non-instructional Equipment	-	-	-
Total facilities acquisition and const. serv.	-	-	-
Total Expenditures	4,448	11,533	15,981
Other Financing Sources (Uses)			
Transfer to General Fund	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -

SECTION - F

CAPITAL PROJECTS

The capital projects fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

**Bordentown Regional School District
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Fiscal Year Ended June 30, 2015**

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations 6/30/2015
			Prior Years	Current Year	
<u>New School Construction</u>					
Renovations to Clara Barton Elementary School	6/19/2002	\$ 1,831,755	\$ 1,745,118	\$ -	\$ 86,637
Renovations to MacFarland Elementary School	6/19/2002	1,613,832	1,546,754	-	67,078
Renovations to Peter Muschal Elementary School	6/19/2002	923,063	872,960	-	50,103
Renovations to Bordentown Middle School	6/19/2002	2,301,854	2,052,773	-	249,081
Renovations to New Bordentown Regional High School	6/19/2002	40,420,241	40,420,241	-	-
Transfers to Debt Service Fund		22,381	-	22,381	-
Bond Proceeds \$37,447,000; Grant \$9,666,126		47,113,126	46,637,846	22,381	452,899
<u>Completion of Various Renovations at the Bordentown Regional High School Complex</u>					
Bond Proceeds \$8,499,000	12/8/2009	7,310,558	7,310,558	-	-
Transfers to Debt Service Fund		806,655	573,091	233,564	-
Transfers to General Fund		381,787	381,787	-	-
		8,499,000	8,265,436	233,564	-
Totals		\$ 55,612,126	\$ 54,903,282	\$ 255,945	\$ 452,899

B-1:

Fund Balance	452,899
Assigned to Debt Service 2015-16 budget	(50,000)
Encumbrances	-
	<u>\$ 402,899</u>

**Bordentown Regional School District
Capital Projects Fund**

F-2

**Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2015**

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ 9,666,126	\$ -	\$ -	\$ 9,666,126	\$ 9,666,126
Bond proceeds and transfers	45,946,000	-	-	45,946,000	45,946,000
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	<u>55,612,126</u>	<u>-</u>	<u>-</u>	<u>55,612,126</u>	<u>55,612,126</u>
Expenditures and Other Financing Uses:					
Purchased professional and technical services	3,719,564	-	-	3,719,564	5,917,016
Land and Improvements	1,615,500	-	-	1,615,500	1,616,000
Construction services	47,833,563	-	-	47,833,563	48,029,110
Equipment purchases	102,244	-	-	102,244	-
Other objects	677,530	3	-	677,533	50,000
Transfer to Debt Service Fund	324,238	248,853	255,945	829,036	-
Transfer to General Fund	630,640	(248,853)	-	381,787	-
Total expenditures	<u>54,903,279</u>	<u>3</u>	<u>255,945</u>	<u>55,159,227</u>	<u>55,612,126</u>
Excess (Deficiency) of revenues over (under) expenses	<u>\$ 708,847</u>	<u>\$ (3)</u>	<u>\$ (255,945)</u>	<u>\$ 452,899</u>	<u>\$ -</u>
Fund Balance - Beginning	<u>708,844</u>				
Fund Balance - Ending	<u>\$ 452,899</u>				

Bordentown Regional School District

F-2a

Capital Projects Fund

Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis

Renovations to Clara Barton Elementary School

From Inception and For the Year Ended June 30, 2015

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ 452,844	\$ -	\$ -	\$ 452,844	\$ 452,844
Bond proceeds and transfers	1,378,911	-	-	1,378,911	1,378,911
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	1,831,755	-	-	1,831,755	1,831,755
Expenditures and Other Financing Uses:					
Purchased professional and technical services	211,046	-	-	211,046	444,062
Land and Improvements	-	-	-	-	-
Construction services	1,502,523	31,549	-	1,534,072	1,387,693
Equipment purchases	-	-	-	-	-
Other objects	-	-	-	-	-
Transfer to Debt Service Fund	-	-	-	-	-
Transfer to General Fund	-	-	-	-	-
Total expenditures	1,713,569	31,549	-	1,745,118	1,831,755
Excess (Deficiency) of revenues over (under) expenses	\$ 118,186	\$ (31,549)	\$ -	\$ 86,637	\$ -

Additional project information:

Project Number	SP#202335
Grant Date	19-Jun-02
Bond Authorization Date	12-Mar-02
Bonds Authorized	\$ 1,378,911
Bonds Issued	25-Jul-02
Original Authorized Cost	\$ 1,831,755
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 1,831,755

Percentage Increase over Original

Authorized Cost	0%
Percentage completion	100%
Original target completion date	11/30/2005
Revised target completion date	8/1/2006

Bordentown Regional School District

F-2b

Capital Projects Fund

Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis

Renovations to MacFarland Elementary School

From Inception and For the Year Ended June 30, 2015

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ 447,466	\$ -	\$ -	\$ 447,466	\$ 447,466
Bond proceeds and transfers	1,166,366	-	-	1,166,366	1,166,366
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	1,613,832	-	-	1,613,832	1,613,832
Expenditures and Other Financing Uses:					
Purchased professional and technical services	173,904	-	-	173,904	391,232
Land and Improvements	-	-	-	-	-
Construction services	1,348,424	24,426	-	1,372,850	1,222,600
Equipment purchases	-	-	-	-	-
Other objects	-	-	-	-	-
Transfer to Debt Service Fund	-	-	-	-	-
Transfer to General Fund	-	-	-	-	-
Total expenditures	1,522,328	24,426	-	1,546,754	1,613,832
Excess (Deficiency) of revenues over (under) expenses	\$ 91,504	\$ (24,426)	\$ -	\$ 67,078	\$ -

Additional project information:

Project Number	SP#202336
Grant Date	19-Jun-02
Bond Authorization Date	12-Mar-02
Bonds Authorized	\$ 1,166,366
Bonds Issued	25-Jul-02
Original Authorized Cost	\$ 1,613,832
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 1,613,832

Percentage Increase over Original

Authorized Cost	0%
Percentage completion	100%
Original target completion date	11/30/2005
Revised target completion date	8/1/2006

**Bordentown Regional School District
Capital Projects Fund**

F-2c

**Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
Renovations to Peter Muschal Elementary School
From Inception and For the Year Ended June 30, 2015**

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ 120,606	\$ -	\$ -	\$ 120,606	\$ 120,606
Bond proceeds and transfers	802,457	-	-	802,457	802,457
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	923,063	-	-	923,063	923,063
Expenditures and Other Financing Uses:					
Purchased professional and technical services	135,713	-	-	135,713	223,773
Land and Improvements	-	-	-	-	-
Construction services	719,002	18,245	-	737,247	699,290
Equipment purchases	-	-	-	-	-
Other objects	-	-	-	-	-
Transfer to Debt Service Fund	-	-	-	-	-
Transfer to General Fund	-	-	-	-	-
Total expenditures	854,715	18,245	-	872,960	923,063
Excess (Deficiency) of revenues over (under) expenses	\$ 68,348	\$ (18,245)	\$ -	\$ 50,103	\$ -

Additional project information:

Project Number	SP#202337
Grant Date	19-Jun-02
Bond Authorization Date	12-Mar-02
Bonds Authorized	\$ 802,457
Bonds Issued	25-Jul-02
Original Authorized Cost	\$ 923,063
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 923,063

Percentage Increase over Original

Authorized Cost	0%
Percentage completion	100%
Original target completion date	11/30/2005
Revised target completion date	8/1/2006

Bordentown Regional School District

F-20

Capital Projects Fund

Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis

Renovations to Bordentown Middle School
From Inception and For the Year Ended June 30, 2015

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ 669,693	\$ -	\$ -	\$ 669,693	\$ 669,693
Bond proceeds and transfers	1,654,542	-	-	1,654,542	1,654,542
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	2,324,235	-	-	2,324,235	2,324,235
Expenditures and Other Financing Uses:					
Purchased professional and technical services	185,264	-	-	185,264	405,875
Land and Improvements	-	-	-	-	-
Construction services	1,764,129	98,851	-	1,862,980	1,918,360
Equipment purchases	-	-	-	-	-
Other objects	4,529	2	-	4,531	-
Transfer to Debt Service Fund	-	-	22,381	22,381	-
Transfer to General Fund	-	-	-	-	-
Total expenditures	1,953,922	98,853	22,381	2,075,156	2,324,235
Excess (Deficiency) of revenues over (under) expenses	\$ 370,313	\$ (98,853)	\$ (22,381)	\$ 249,079	\$ -

Additional project information:

Project Number	SP#202338
Grant Date	19-Jun-02
Bond Authorization Date	12-Mar-02
Bonds Authorized	\$ 1,654,542
Bonds Issued	25-Jul-02
Original Authorized Cost	\$ 2,324,235
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 2,324,235

Percentage Increase over Original Authorized Cost	0%
Percentage completion	100%
Original target completion date	11/30/2005
Revised target completion date	8/1/2006

**Bordentown Regional School District
Capital Projects Fund**

F-2e

**Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
Renovations to New Bordentown Regional High School
From Inception and For the Year Ended June 30, 2015**

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ 7,975,517	\$ -	\$ -	\$ 7,975,517	\$ 7,975,517
Bond proceeds and transfers	32,444,724	-	-	32,444,724	32,444,724
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	40,420,241	-	-	40,420,241	40,420,241
Expenditures and Other Financing Uses:					
Purchased professional and technical services	2,909,270	-	-	2,909,270	3,802,074
Land and Improvements	1,615,500	-	-	1,615,500	1,616,000
Construction services	35,375,993	(173,071)	-	35,202,922	35,002,167
Equipment purchases	50,939	-	-	50,939	-
Other objects	641,609	1	-	641,610	-
Transfer to Debt Service Fund	-	-	-	-	-
Transfer to General Fund	-	-	-	-	-
Total expenditures	40,593,311	(173,070)	-	40,420,241	40,420,241
Excess (Deficiency) of revenues over (under) expenses	\$ (173,070)	\$ 173,070	\$ -	\$ -	\$ -

Additional project information:

Project Number	SP#202339
Grant Date	19-Jun-02
Bond Authorization Date	12-Mar-02
Bonds Authorized	\$ 32,444,724
Bonds Issued	25-Jul-02
Original Authorized Cost	\$ 40,420,241
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 40,420,241

Percentage Increase over Original Authorized Cost	0%
Percentage completion	95%
Original target completion date	2/1/2006
Revised target completion date	7/1/2007

Bordentown Regional School District

F-2f

Capital Projects Fund

Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
 Completion of Various Renovations at the Bordentown Regional High School Complex
 From Inception and For the Year Ended June 30, 2015

	Prior Periods	Adjustments	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:					
State sources - SCC Grant	\$ -	\$ -	\$ -	\$ -	\$ -
Bond proceeds and transfers	8,499,000	-	-	8,499,000	8,499,000
Contribution from private source	-	-	-	-	-
Transfer from capital reserve	-	-	-	-	-
Transfer from capital outlay	-	-	-	-	-
Total revenues	8,499,000	-	-	8,499,000	8,499,000
Expenditures and Other Financing Uses:					
Purchased professional and technical services	104,367	-	-	104,367	650,000
Land and Improvements	-	-	-	-	-
Construction services	7,123,492	-	-	7,123,492	7,799,000
Equipment purchases	51,305	-	-	51,305	-
Other objects	31,392	1	-	31,393	50,000
Transfer to Debt Service Fund	324,238	248,853	233,564	806,655	-
Transfer to General Fund	630,640	(248,853)	-	381,787	-
Total expenditures	8,265,435	1	233,564	8,499,000	8,499,000
Excess (Deficiency) of revenues over (under) expenses	\$ 233,565	\$ (1)	\$ (233,564)	\$ -	\$ -

Additional project information:

Project Number	0495-050-09-1000
Grant Date	N/A
Bond Authorization Date	8-Dec-09
Bonds Authorized	\$ 8,499,000
Bonds Issued	2-Mar-10
Original Authorized Cost	\$ 8,499,000
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 8,499,000

Percentage Increase over Original

Authorized Cost	0%
Percentage completion	25%
Original target completion date	9/30/2010
Revised target completion date	11/30/2010

SECTION - G

ENTERPRISE FUNDS - DETAIL STATEMENTS

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

Food Service Fund - This fund provides for the operation of food services in all schools within the school district.

Community District Alliance - This fund accounts for community education and recreation activity funded by user charges from individuals and constituent municipalities.

BORDENTOWN REGIONAL SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2015
(With comparative totals for June 30, 2014)

	Food Service Fund		Community District Alliance		Total Enterprise Funds	
	2015	2014	2015	2014	2015	2014
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 154,650	\$ 109,984	\$ 699,903	\$ 730,966	\$ 854,553	\$ 840,950
Accounts Receivable:						
Federal	23,546	19,611	-	-	23,546	19,611
State	791	936	8,881	10,807	9,672	11,743
Local	-	58	741	1,949	741	2,007
Inventories	12,435	16,811	-	-	12,435	16,811
Total Current Assets	191,422	147,400	709,525	743,722	900,947	891,122
Fixed Assets:						
Equipment	488,137	487,523	-	-	488,137	487,523
Accumulated Depreciation	(375,557)	(355,068)	-	-	(375,557)	(355,068)
Total Fixed Assets	112,580	132,455	-	-	112,580	132,455
Total Assets	304,002	279,855	709,525	743,722	1,013,527	1,023,577
LIABILITIES						
Current Liabilities:						
Accounts Payable	45,876	41,635	2,749	37,763	48,625	79,398
Unearned Revenue	-	-	355,164	328,864	355,164	328,864
Total Liabilities	45,876	41,635	357,913	366,627	403,789	408,262
NET POSITION						
Net Investment in Capital Assets	112,580	132,455	-	-	112,580	132,455
Unrestricted Net Position	145,546	105,765	351,612	377,095	497,158	482,860
	\$ 258,126	\$ 238,220	\$ 351,612	\$ 377,095	\$ 609,738	\$ 615,315

BORDENTOWN REGIONAL SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(With comparative totals for the fiscal year ended June 30, 2014)

	Food Service Fund		Community District Alliance		Total Enterprise Funds	
	2015	2014	2015	2014	2015	2014
OPERATING REVENUES:						
Local Sources:						
Daily Sales - Reimbursable Programs:						
School Lunch Program	\$ 263,530	\$ 263,841	\$ -	\$ -	\$ 263,530	263,841
Daily Sales - Non-Reimbursable Programs:						
Special Functions	129,913	125,143	-	-	129,913	125,143
Community Service Activities:						
Tuition, Trips and Rentals	19,148	25,697	-	-	19,148	25,697
	-	-	943,985	946,733	943,985	946,733
Total Operating Revenue	412,591	414,681	943,985	946,733	1,356,576	1,361,414
OPERATING EXPENSES:						
Salaries	-	-	677,758	627,114	677,758	627,114
Employee Benefits	-	-	100,273	91,009	100,273	91,009
Supplies and Materials	-	-	53,255	51,653	53,255	51,653
Purchased Services	-	-	131,004	102,416	131,004	102,416
Bank Card Fees	-	-	29,789	28,440	29,789	28,440
Depreciation	22,049	23,898	-	-	22,049	23,898
Non-Instructional Equipment	-	-	-	4,343	-	4,343
Cost of Sales	729,852	707,716	-	-	729,852	707,716
Total Operating Expenses	751,901	731,614	992,079	904,975	1,743,980	1,636,589
Operating Income (Loss)	(339,310)	(316,933)	(48,094)	41,758	(387,404)	(275,175)
NONOPERATING REVENUES & (EXPENSES):						
State Sources:						
State School Lunch Program	7,734	7,800	-	-	7,734	7,800
Adult Basic Skills Program	-	-	53,203	63,703	53,203	63,703
Federal Sources:						
National School Lunch Program	245,077	231,609	-	-	245,077	231,609
National Breakfast Program	65,418	51,395	-	-	65,418	51,395
Food Distribution Program	38,813	27,358	-	-	38,813	27,358
General fund capital assets purchased	3,214	-	-	-	3,214	-
Total Nonoperating Income	360,256	318,162	53,203	63,703	413,459	381,865
Net Income (Loss) Before Contributions and Transfers	20,946	1,229	5,109	105,461	26,055	106,690
Operating Transfer Out - General Fund						
Special Item - Disposition of Asset	-	-	(30,592)	(45,110)	(30,592)	-
	1,040	-	-	-	1,040	-
Change in Net Position	19,906	1,229	(25,483)	60,351	(5,577)	106,690
Total Net Position - beginning	238,220	236,991	377,095	316,744	615,315	553,735
Total Net Position - ending	\$ 258,126	\$ 238,220	\$ 351,612	\$ 377,095	\$ 609,738	\$ 660,425

**BORDENTOWN REGIONAL SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2015**

	Food Service Fund	Community District Alliance	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 412,649	\$ 971,493	\$ 1,384,142
Payments to employees	-	(677,758)	(677,758)
Payments for employee benefits	-	(100,273)	(100,273)
Payments to suppliers	(682,422)	(219,273)	(901,695)
Payments to bank card fees	-	(29,789)	(29,789)
Net cash provided by (used for) operating activities	<u>(269,773)</u>	<u>(55,600)</u>	<u>(325,373)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	7,879	55,129	63,008
Federal Sources	306,560	-	306,560
Transfer to General Fund for Capital Assets	-	(30,592)	(30,592)
Net cash provided by (used for) non-capital financing activities	<u>314,439</u>	<u>24,537</u>	<u>338,976</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends	-	-	-
Net cash provided by (used for) investing activities	-	-	-
Net increase (decrease) in cash and cash equivalents	44,666	(31,063)	13,603
Balances—beginning of year	109,984	730,966	840,950
Balances—end of year	<u>\$ 154,650</u>	<u>\$ 699,903</u>	<u>\$ 854,553</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (339,310)	\$ (48,094)	(387,404)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	22,049	-	22,049
Food Distribution Program	38,813	-	38,813
(Increase) decrease in accounts receivable	58	1,208	1,266
(Increase) decrease in inventories	4,376	-	4,376
Increase (decrease) in accounts payable	4,241	(35,014)	(30,773)
Increase (decrease) in unearned revenue	-	26,300	26,300
Total adjustments	69,537	(7,506)	62,031
Net cash provided by (used for) operating activities	<u>\$ (269,773)</u>	<u>\$ (55,600)</u>	<u>\$ (325,373)</u>

SECTION - H

TRUST AND AGENCY FUNDS - DETAIL STATEMENTS

Trust funds are used to account for gifts and bequests to the school district for a specific purpose.

Scholarship Fund - This is an expendable trust fund and limits expenses to the amounts earned on the trust principal.

Unemployment Compensation Fund - this is an expendable trust fund used to account for deductions from employees' salaries which are utilized to pay unemployment compensation insurance claims as they arise.

Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

Student Activity Fund - This agency fund is used to account for student funds held at the school.

Payroll Fund - This agency fund is used to account for payroll transactions of the school.

BORDENTOWN REGIONAL SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2015
 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2014)

	Expendable Trusts		Agency		Totals	
	Unemployment Insurance	Scholarship	Student Activity	Payroll	2015	2014
ASSETS:						
Cash and Cash Equivalents	\$ 7,682	\$ 139,905	\$ 151,046	\$ 233,830	\$ 532,463	\$ 501,233
	7,682	139,905	151,046	233,830	532,463	501,233
LIABILITIES:						
Payroll Deductions and Withholdings	-	-	-	233,792	233,792	228,424
Due to General Fund	-	-	-	38	38	38
Due to Student Groups	-	-	151,046	-	151,046	130,924
Total Liabilities	-	-	151,046	233,830	384,876	359,386
NET POSITION:						
Held in trust for Unemployment Claims and other purposes	\$ 7,682	\$ 139,905	\$ -	\$ -	\$ 147,587	\$ 141,847

BORDENTOWN REGIONAL SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 FOR THE FISCAL YEARS ENDED JUNE 30, 2015

	Unemployment Insurance Expendable Trust Fund	Scholarship Expendable Trust Fund
ADDITIONS		
Local Sources:		
Payroll Withholdings	\$ 7,181	\$ -
Donations	-	12,500
Interest and Investment Income	1	1,241
Total Additions	<u>7,182</u>	<u>13,741</u>
DEDUCTIONS		
Quarterly Contribution Reports	1,858	-
Scholarship Payments	-	13,325
Total Deductions	<u>1,858</u>	<u>13,325</u>
Change in Net Position	5,324	416
Net Position, July 1	<u>2,358</u>	<u>139,489</u>
Net Position, June 30	<u>\$ 7,682</u>	<u>\$ 139,905</u>

EXHIBIT H-3

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

	Balance July 1, 2014	Cash Receipts	Cash Disbursements	Accounts Payable June 30, 2015	Balance June 30, 2015
ELEMENTARY SCHOOLS:					
Clara Barton	\$ 2,226	\$ 1,671	\$ 800	\$ -	\$ 3,097
Peter Muschal	10,159	12,645	12,565		10,239
MacFarland	11,233	15,301	19,748		6,786
Total Elementary Schools	23,618	29,617	33,113	-	20,122
JUNIOR HIGH SCHOOL:					
Bordentown Regional Middle School	30,375	61,428	53,404		38,399
Total Junior High School	30,375	61,428	53,404	-	38,399
SENIOR HIGH SCHOOL:					
Bordentown Regional High School	75,618	211,624	195,698		91,544
Bordentown Regional Athletics	1,313	13,253	13,585		981
Total Senior High School	76,931	224,877	209,283	-	92,525
Total All Schools	\$ 130,924	\$ 315,922	\$ 295,800	\$ -	\$ 151,046

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

	Balance July 1, 2014	Cash Receipts	Cash Disbursements	Balance June 30, 2015
ASSETS:				
Cash and Cash Equivalents	\$ 228,462	\$ 12,179,086	\$ 12,173,718	\$ 233,830
Total Assets	<u>\$ 228,462</u>	<u>\$ 12,179,086</u>	<u>\$ 12,173,718</u>	<u>\$ 233,830</u>
LIABILITIES:				
Payroll Deductions and Withholdings	\$ 228,424	\$ 12,179,048	\$ 12,173,680	\$ 233,792
Due to General Fund	38	38	38	38
Total Liabilities	<u>\$ 228,462</u>	<u>\$ 12,179,086</u>	<u>\$ 12,173,718</u>	<u>\$ 233,830</u>

SECTION - I

LONG - TERM DEBT

This section includes serial bonds outstanding and the outstanding principal balance on capital leases. Also included in this section is a debt service budgetary comparison schedule.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance June 30, 2014	Issued	Retired	Balance June 30, 2015	
			Date	Amount						
Renovations and Improvements at the High School Complex to include Solar Energy and Athletic Fields	3/12/2010	\$ 8,499,000	3/1/2016	525,000	2.50%	\$ 7,024,000	\$ -	\$ 450,000	\$ 6,574,000	
			3/1/2017	550,000	3.00%					
			3/1/2018	575,000	3.00%					
			3/1/2019	600,000	3.00%					
			3/1/2020	625,000	3.25%					
			3/1/2021	700,000	3.50%					
			3/1/2022	750,000	3.50%					
			3/1/2023	750,000	3.50%					
			3/1/2024	750,000	3.50%					
			3/1/2025	749,000	3.50%					
	Refunding Issue 2006	1/15/2006	38,840,000	1/15/2016	1,355,000	5.000%	34,295,000	-	1,325,000	32,970,000
				1/15/2017	1,410,000	5.000%				
				1/15/2018	1,475,000	5.000%				
			1/15/2019	1,525,000	4.000%					
			1/15/2020	1,560,000	4.250%					
			1/15/2021	1,585,000	4.250%					
			1/15/2022	1,615,000	4.000%					
			1/15/2023	1,675,000	4.375%					
			1/15/2024	1,725,000	4.125%					
			1/15/2025	1,810,000	4.125%					
			1/15/2026	1,905,000	4.250%					
			1/15/2027	1,955,000	4.250%					
			1/15/2028	2,035,000	4.125%					
		1/15/2029	2,150,000	4.250%						
		1/15/2030	2,210,000	4.250%						
		1/15/2031	2,245,000	4.250%						
		1/15/2032	2,375,000	4.250%						
		1/15/2033	2,360,000	4.250%						
						\$ 41,319,000	\$ -	\$ 1,775,000	\$ 39,544,000	

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

Purpose	Date of Lease	Term of Lease	Amount of Original Lease		Interest Rate	Balance June 30, 2014	Issued	Retired	Balance June 30, 2015
			Principal	Interest					
2014-15									
1 Cab Utility Tractor & Accessories	12/1/2014	36 Months	\$ 38,731	\$ 2,298	4.00%	\$ -	\$ 38,731	\$ 4,193	\$ 34,538
6 54 Passenger School Buses	3/6/2015	7 Years	525,000	31,858	1.67%	-	525,000	-	525,000
						\$ -	\$ 563,731	\$ 4,193	\$ 559,538

**Bordentown Regional School District
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 3,043,674	\$ -	\$ 3,043,674	\$ 3,043,674	\$ -
State Sources:					
Debt Service Aid Type II	177,171	-	177,171	177,171	-
Total - State Sources	177,171	-	177,171	177,171	-
Total Revenues	3,220,845	-	3,220,845	3,220,845	-
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	1,701,790	-	1,701,790	1,701,790	-
Redemption of Principal	1,775,000	-	1,775,000	1,775,000	-
Total Regular Debt Service	3,476,790	-	3,476,790	3,476,790	-
Total expenditures	3,476,790	-	3,476,790	3,476,790	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,945)	-	(255,945)	(255,945)	-
Other Financing Sources:					
Operating Transfers In:					
From Capital Projects Fund	-	-	-	255,945	255,945
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(255,945)	-	(255,945)	-	255,945
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	(255,945)	-	(255,945)	-	255,945
Recapitulation of Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	\$ (255,945)	\$ -	\$ (255,945)	\$ -	\$ 255,945
Budgeted Fund Balance	\$ (255,945)	\$ -	\$ (255,945)	\$ -	\$ 255,945

SECTION - J

STATISTICAL SECTION

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.

Revenue Capacity

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

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.

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.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

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

Bordentown Regional Board of Education
Net Assets by Component
Last Ten Fiscal Years

Exhibit J-1

(*accrual basis of accounting*)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015*
Governmental activities										
Invested in capital assets, net of related debt	\$ 7,739,406	\$ 13,184,835	\$ 13,652,363	\$ 13,454,206	\$ 6,666,723	\$ 12,400,387	\$ 12,214,431	\$ 12,122,145	\$ 11,513,485	\$ 11,311,755
Restricted	4,525,256	3,517,076	2,978,547	1,558,161	8,304,216	1,254,222	2,111,689	1,857,760	1,109,192	842,219
Unrestricted	(1,464,512)	(1,700,333)	(1,757,992)	(1,751,761)	(2,174,163)	(482,412)	(977,100)	(1,230,770)	(1,039,381)	(14,581,412)
Total governmental activities net assets	\$ 10,800,150	\$ 15,001,578	\$ 14,872,918	\$ 13,260,606	\$ 12,796,776	\$ 13,172,197	\$ 13,349,020	\$ 12,749,135	\$ 11,583,296	\$ (2,427,438)
Business-type activities										
Invested in capital assets, net of related debt	\$ 69,584	\$ 55,042	\$ 73,690	\$ 95,152	\$ 244,294	\$ 227,164	\$ 183,596	\$ 156,353	\$ 132,455	\$ 112,580
Unrestricted	215,441	226,514	101,636	17,471	150,547	102,974	309,183	397,382	482,860	497,158
Total business-type activities net assets	\$ 285,025	\$ 281,556	\$ 175,326	\$ 112,623	\$ 394,841	\$ 330,138	\$ 492,779	\$ 553,735	\$ 615,315	\$ 609,738
District-wide										
Invested in capital assets, net of related debt	\$ 7,808,990	\$ 13,239,877	\$ 13,726,053	\$ 13,549,358	\$ 6,911,017	\$ 12,627,551	\$ 12,398,027	\$ 12,278,498	\$ 11,645,940	\$ 11,424,335
Restricted	4,525,256	3,517,076	2,978,547	1,558,161	8,304,216	1,254,222	2,111,689	1,857,760	1,109,192	842,219
Unrestricted	(1,249,071)	(1,473,819)	(1,656,356)	(1,734,290)	(2,023,616)	(379,438)	(667,917)	(833,388)	(556,521)	(14,084,254)
Total district net assets	\$ 11,085,175	\$ 15,285,134	\$ 15,048,244	\$ 13,373,229	\$ 13,191,617	\$ 13,302,335	\$ 13,841,799	\$ 13,302,870	\$ 12,198,611	\$ (1,817,700)

Source: CAFR Schedule A-1

* For the first time, the financial statements as of June 30, 2015 include transactions relating to GASB 68, Accounting and Financial Reporting for Pensions.

Bordentown Regional Board of Education
 Changes in Net Position
 Last Ten Fiscal Years

Exhibit J-2

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities										
Instruction										
Regular										
Special education	\$ 9,715,050	\$ 10,488,195	\$ 11,688,411	\$ 12,507,348	\$ 11,871,087	\$ 11,412,860	\$ 11,782,331	\$ 12,270,882	\$ 12,885,266	\$ 12,720,994
Other special education	2,517,377	2,705,156	2,947,124	3,080,964	4,399,350	4,459,110	4,393,784	4,200,979	4,064,402	3,781,151
Other instruction	784,338	729,727	846,962	738,265	839,047	780,307	909,103	949,973	1,035,910	1,026,179
Total instruction	660,403	653,518	726,262	760,495	797,930	837,571	813,316	877,030	896,352	903,586
Support Services:										
Tuition	2,331,451	2,246,932	2,224,270	1,860,912	1,502,383	1,320,514	1,204,106	1,206,520	1,516,554	1,888,122
Student & instruction related services	3,716,220	4,110,578	4,429,658	4,798,095	4,815,094	4,589,935	4,705,990	5,492,798	5,867,320	6,498,910
General administrative services	462,473	521,550	562,799	516,934	498,491	484,317	506,363	720,066	584,012	515,428
School administrative services	1,478,987	1,665,674	1,539,553	1,723,832	1,745,775	1,737,531	1,829,094	1,837,361	1,771,923	1,878,967
Business administrative services	352,100	336,078	381,674	392,340	414,037	414,613	477,502	412,905	463,270	440,192
Administrative information technology	281,890	282,637	234,162	246,673	224,176	236,061	247,074	296,655	292,055	361,507
Plant operations and maintenance	2,493,909	3,960,477	4,146,037	4,501,470	4,492,522	4,343,102	4,128,597	4,055,655	4,340,287	4,371,506
Pupil transportation	2,109,979	2,085,718	2,322,669	2,227,234	2,244,822	2,355,307	2,421,515	2,342,987	2,530,435	2,590,651
Employee benefits	1,977,192	2,885,783	3,037,029	2,004,611	2,055,060	2,158,567	2,474,337	3,183,332	2,811,542	6,714,526
Charter schools										4,477
Interest on long-term debt	1,978,611	1,293,503	1,850,805	1,805,871	1,832,474	2,072,048	2,001,334	1,973,098	1,941,677	1,874,615
Amortization of debt issue costs	15,612	18,909	21,265	21,265	21,846	23,478	23,478	-	-	-
Miscellaneous expenses	136,718									
Unallocated depreciation	443,316	419,500	1,539,004	1,393,099	1,364,802	1,360,714	2,056,443	1,865,929	1,724,580	1,702,526
Total governmental activities expenses	31,453,626	34,403,935	38,497,884	38,679,408	39,117,896	38,586,035	39,574,367	41,907,648	43,727,885	47,193,317
Business-type activities:										
Food service	591,951	670,690	714,710	668,933	543,626	741,888	784,264	696,724	731,614	751,901
Community education and recreation	303,879	661,765	800,985							
Community district alliance				836,681	629,355	675,613	701,470	814,073	904,975	992,079
Total business-type activities expenses	1,095,830	1,332,455	1,515,695	1,505,614	1,172,981	1,417,501	1,485,734	1,510,797	1,636,589	1,743,980
Total district expenses	32,551,456	35,736,390	40,013,579	40,183,022	40,290,877	40,003,536	41,460,301	43,418,445	44,364,174	48,937,297
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ 739,080	\$ 824,765	\$ 941,368	\$ 1,148,999	\$ 919,689	\$ 1,041,527	\$ 881,504	\$ 899,221	\$ 722,944	\$ 881,361
Operating grants and contributions	3,143,766	4,089,974	4,237,640	3,186,749	3,279,942	3,515,934	3,761,352	4,403,431	3,975,830	7,817,957
Total governmental activities program revenues	3,882,846	4,914,739	5,179,008	4,335,748	4,197,631	4,557,461	4,642,856	5,302,652	4,698,774	8,699,318
Business-type activities:										
Charges for services:										
Food service	416,705	468,371	486,904	484,032	459,476	436,567	426,936	399,383	414,681	412,591
Community education and recreation	547,924	643,833	641,174							
Community district alliance				675,696	680,671	583,040	857,343	815,745	946,733	943,985
Operating grants and contributions	203,829	216,781	281,387	283,184	315,051	333,191	364,096	356,625	381,865	413,459
Capital grants and contributions										
Total district program revenues	5,051,304	6,243,724	6,588,473	5,778,660	5,654,829	5,910,250	6,394,231	6,874,405	6,442,053	10,469,333
Net (Expense)/Revenue										
Governmental activities	\$ (27,272,780)	\$ (29,489,196)	\$ (32,318,876)	\$ (34,343,660)	\$ (34,918,265)	\$ (34,028,574)	\$ (35,331,711)	\$ (36,604,996)	\$ (38,028,811)	\$ (38,493,999)
Business-type activities	72,628	(3,470)	(106,230)	(62,702)	282,217	(64,703)	162,641	60,956	106,680	26,055
Total district-wide net expense	\$ (27,300,152)	\$ (29,492,666)	\$ (32,425,106)	\$ (34,406,362)	\$ (34,636,048)	\$ (34,093,277)	\$ (35,169,070)	\$ (36,544,040)	\$ (37,922,121)	\$ (38,467,944)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 18,728,834	\$ 22,499,730	\$ 23,001,615	\$ 22,299,615	\$ 23,191,599	\$ 23,744,262	\$ 24,131,082	\$ 24,613,704	\$ 25,579,178	\$ 26,650,061
Taxes levied for debt service	2,073,514	2,797,567	2,480,316	2,588,064	2,676,172	2,680,906	2,680,506	2,712,124	2,712,127	3,043,674
Unrestricted grants and contributions	6,762,260	6,811,870	7,241,981	7,532,102	7,792,162	7,182,384	7,762,512	8,167,105	8,317,443	8,366,014
EDA Grant not restricted to specific functions	7,095,938	1,196,318		358,898						
Investment earnings	243,292	91,854	108,191	61,291	20,964	6,199	5,014	2,122	676	457
Miscellaneous income	256,116	310,092	358,113	250,276	345,220	723,078	479,398	510,056	488,150	783,395

**Bordertown Regional Board of Education
Changes in Net Position
Last Ten Fiscal Years**

Exhibit J-2

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Extraordinary item - Fire loss impairment - buses	-	-	-	-	-	(92,775)	-	-	-	-
Extraordinary item - Insurance proceeds for fire loss - buses	-	-	-	-	-	246,688	450,022	-	-	-
Special item - Capital lease buyout	-	-	-	-	-	(86,527)	-	-	-	-
Prior year write-offs (net)	-	(16,807)	-	-	-	-	-	-	-	762
Transfers	-	-	-	-	-	-	-	-	45,110	30,592
Total governmental activities	35,159,974	33,690,624	33,190,216	32,731,348	34,385,015	34,403,995	35,508,534	36,005,111	37,442,684	38,854,955
Business-type activities:										
Special item - Capital asset adjustment	-	-	-	-	-	-	-	-	-	(1,040)
Transfers	-	-	-	-	-	-	-	-	(45,110)	(30,592)
Total business-type activities	-	-	-	-	-	-	-	-	(45,110)	(31,632)
Total district-wide	\$ 35,159,974	\$ 33,690,624	\$ 33,190,216	\$ 32,731,348	\$ 34,385,015	\$ 34,403,995	\$ 35,508,534	\$ 36,005,111	\$ 37,097,574	\$ 38,823,323
Change in Net Position										
Governmental activities	\$ 7,587,194	\$ 4,201,428	\$ (128,660)	\$ (1,612,312)	\$ (533,250)	\$ 375,421	\$ 176,823	\$ (599,885)	\$ (\$86,127)	\$ 360,956
Business-type activities	72,628	(3,470)	(106,230)	(62,702)	282,217	(64,703)	162,641	60,956	81,580	(5,577)
Total district	\$ 7,659,822	\$ 4,197,958	\$ (234,890)	\$ (1,675,014)	\$ (251,033)	\$ 310,718	\$ 339,464	\$ (638,929)	\$ (84,547)	\$ 355,379

Source: CAFR Schedule A-2

**Bordertown Regional School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

Exhibit J-3

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	\$ 54,666	\$ 1,958,248	\$ 2,109,404	\$ 912,273	\$ 709,405		\$ -	\$ -	\$ -	\$ -
Unreserved	392,123	434,250	479,871	487,105	23,608					
Restricted	-	-	-	-	-	929,984	1,729,906	1,608,911	1,109,192	842,219
Assigned	-	-	-	-	-	652,052	569,552	761,457	559,498	1,331,249
Unassigned	-	-	-	-	-	(126,589)	(248,268)	(298,121)	(448,346)	(245,081)
Total general fund	\$ 446,789	\$ 2,392,498	\$ 2,589,275	\$ 1,399,378	\$ 733,013	\$ 1,455,447	\$ 2,051,190	\$ 2,072,247	\$ 1,220,344	\$ 1,928,387
All Other Governmental Funds										
Reserved	\$ 4,616,728	\$ 1,130,254	\$ 610,306	\$ 149,460	\$ 5,041,460		\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue fund	(1,799)	(1,799)								
Capital projects fund	(139,471)	309,164	224,096	532,461	2,012					
Debt service fund	196,768	259,097	63,045	818	148,285					
Assigned, reported in:										
Capital projects fund	-	-	-	-	-	2,178,263	1,339,484	957,697	708,844	452,899
Debt service fund	-	-	-	-	-	(4)	(4)	(4)	-	-
Total all other governmental funds	\$ 4,672,226	\$ 1,696,716	\$ 895,648	\$ 682,739	\$ 5,191,757	\$ 2,178,259	\$ 1,339,480	\$ 957,693	\$ 708,844	\$ 452,899

Source: CAFR Schedule B-1

**Bordentown Regional School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years**

Exhibit J-4

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Tax levy	\$ 20,802,348	\$ 25,297,297	\$ 25,481,931	\$ 24,887,679	\$ 25,867,771	\$ 26,424,768	\$ 26,811,588	\$ 27,325,828	\$ 28,291,305	\$ 29,673,755
Other Local Government Units Unrestricted										
Tuition changes	739,080	824,765	87,389	67,764	70,127	139,377	134,377	147,054	152,826	206,035
Interest earnings	336,641	148,153	94,168	1,166,594	922,089	1,041,527	881,504	899,221	722,944	881,361
Miscellaneous	232,614	325,018	108,191	61,291	20,964	6,199	5,014	2,122	676	457
State sources	16,172,070	11,266,854	10,607,622	9,803,262	9,399,187	9,350,449	10,342,697	11,627,980	11,350,455	11,736,072
Federal sources	829,914	831,308	871,999	915,589	2,031,815	1,348,069	1,181,167	942,556	942,818	967,074
Total revenue	39,112,662	38,893,395	38,447,558	37,163,406	38,653,655	38,966,873	39,775,584	41,389,860	41,878,505	44,121,139
Expenditures										
Instruction										
Regular instruction	8,164,984	8,931,708	9,908,516	10,644,014	10,005,949	9,482,973	9,577,867	10,019,740	10,130,247	10,257,059
Special education instruction	2,047,719	2,215,441	2,415,427	2,560,531	3,729,164	3,776,138	3,608,899	3,425,294	3,288,128	3,186,798
Other special instruction	667,117	589,073	696,558	623,779	674,688	624,840	735,627	781,318	801,629	816,252
Other instruction	379,577	570,155	628,148	657,324	678,015	704,413	706,974	733,924	737,922	761,321
Support services:										
Tuition	2,331,451	2,246,932	2,224,270	1,960,912	1,502,383	1,320,514	1,204,106	1,206,520	1,516,554	1,888,122
Student & instruction related services	3,213,285	3,530,931	3,743,521	4,096,468	4,038,281	3,826,634	3,982,886	4,662,160	4,772,649	5,449,824
General administrative services	411,632	425,748	520,807	463,229	451,495	474,862	499,761	534,324	573,961	514,365
School administrative services	1,288,289	1,319,625	1,353,135	1,395,819	1,423,889	1,434,687	1,439,956	1,491,828	1,524,861	1,504,693
Business administrative services	548,812	547,801	528,519	552,070	532,112	535,231	593,977	582,739	604,038	660,539
Plant operations and maintenance	2,218,505	3,480,838	3,747,089	4,098,322	4,011,396	3,849,549	3,603,586	3,573,345	3,689,763	3,822,782
Pupil transportation	2,160,698	2,034,257	2,270,472	1,599,234	1,519,994	1,557,314	1,647,528	1,704,136	1,762,287	1,770,620
Unallocated employee benefits	5,482,696	6,614,253	7,135,592	6,623,538	7,403,035	7,566,334	8,232,012	9,246,000	9,634,426	9,309,738
Charter Schools										
Capital Outlay	17,665,516	4,395,749	1,012,909	600,306	2,577,558	5,968,179	608,882	444,597	778,757	840,747
Debt Service:										
Principal	975,000	1,650,000	1,100,000	1,090,000	1,155,000	1,030,000	1,465,000	1,540,000	1,455,000	1,775,000
Interest and other charges	1,969,610	1,301,670	1,767,086	1,726,776	1,684,187	1,887,827	1,855,180	1,804,665	1,753,265	1,701,790
Total expenditures	49,724,891	39,854,131	39,051,849	38,694,322	41,387,546	44,039,045	39,762,041	41,750,590	43,024,367	44,264,127
Excess (Deficiency) of revenues over (under) expenditures	(10,612,224)	(1,160,786)	(604,291)	(1,530,916)	(2,733,891)	(5,072,172)	15,543	(360,730)	(1,145,862)	(142,988)
Other Financing sources (uses)										
Prior year receivable	-	(16,807)	-	(17,594)	-	-	-	-	-	(28)
Capital leases (non-budgeted)	-	147,792	-	145,704	698,509	-	-	-	-	563,731
Bond proceeds	-	-	-	-	8,499,000	-	-	-	-	-
Payment to refunded debt escrow agent	-	(36,400,282)	-	-	-	-	-	-	-	-
Par amount of bonds	-	36,650,000	-	-	-	-	-	-	-	-
Original issue premium	-	92,150	-	-	-	-	-	-	-	-
Costs of issuance	-	(341,868)	-	-	-	-	-	-	-	-
Other	(50,845)	-	-	-	-	-	(9,911)	-	-	790
Transfers in	-	286,229	45,700	22,390	8,165	6,199	326,407	764,670	294,436	286,807
Transfers out	-	(286,229)	(45,700)	(22,390)	(8,165)	(6,199)	(326,407)	(764,670)	(249,326)	(256,214)
Total other financing sources (uses)	(50,845)	130,985	128,110	9,197,509	(9,911)	(9,911)	(9,911)	45,110	595,086	595,086
Special & Extraordinary Items (uses)										
Copier Lease buyout	-	-	-	-	-	(86,526)	(696,690)	-	-	-
Insurance proceeds from fire loss - buses	-	-	-	-	246,668	450,022	-	-	-	-
Total special items	-	-	-	-	160,142	(246,668)	-	-	-	-
Net change in fund balances	\$ (10,663,069)	\$ (1,029,801)	\$ (604,291)	\$ (1,402,806)	\$ 6,463,618	\$ (4,912,030)	\$ (343,936)	\$ (360,730)	\$ (1,100,752)	\$ 452,098
Debt service as a percentage of noncapital expenditures	9.2%	8.3%	7.5%	7.4%	7.3%	7.7%	8.5%	8.1%	7.6%	8.0%

Source: CAFR Schedule B-2

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED**

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Tuition Revenue</u>	<u>Rentals</u>	<u>Restricted Fuel Co-Op</u>	<u>Solar SREC's</u>	<u>P.I.L.O.T.</u>	<u>Misc.</u>	<u>Total</u>
2006	\$ 243,292	\$ 739,080	-	\$ -	-	\$ -	\$ 325,963	\$ 1,308,335
2007	136,260	824,765	-	-	-	-	166,635	1,127,660
2008	108,191	941,368	-	-	-	-	348,858	1,398,417
2009	38,402	1,166,594	-	-	-	-	299,650	1,504,646
2010	12,758	919,689	-	-	-	-	391,565	1,324,012
2011	4,032	1,041,527	-	-	69,326	-	477,155	1,592,040
2012	2,845	886,704	-	-	120,764	-	182,669	1,192,982
2013	1,026	899,221	10,284	147,054	65,095	-	324,475	1,447,155
2014	2,386	805,876	14,733	152,826	69,318	-	212,206	1,257,346
2015	1,852	881,361	2,257	206,035	91,823	31,935	341,800	1,557,063

Bordentown Regional School District
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

TOWNSHIP OF BORDENTOWN

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial
2006	\$ 43,005,900	\$ 476,348,650	\$ 1,050,100	\$ 200,400	\$ 117,354,860	\$ 16,937,830
2007	35,599,100	502,616,250	1,050,100	200,300	118,175,260	20,537,830
2008	34,690,400	505,312,150	949,300	522,400	118,741,560	20,537,830
2009	65,906,700	1,058,439,300	2,476,400	238,700	285,255,600	49,643,600
2010	64,306,800	1,055,478,400	2,476,400	272,600	280,438,000	45,765,900
2011	63,821,300	1,057,960,900	2,476,400	272,200	269,614,600	45,462,200
2012	R 48,400,900	839,651,800	2,098,900	269,200	205,987,000	35,082,500
2013	37,400,800	841,210,500	2,017,200	269,200	205,437,900	34,952,500
2014	31,600,800	851,703,725	1,789,600	257,500	219,945,806	34,548,800
2015	30,989,400	856,847,870	3,282,200	217,800	197,933,630	32,639,389

Fiscal Year Ended June 30,	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized Value)
2006	\$ 17,901,800	\$ 672,799,540	\$ -	\$ 2,537,724	\$ 675,337,264	2.554	\$ 1,284,793,375
2007	17,901,800	696,080,640	-	2,337,418	698,418,058	2.772	1,400,932,234
2008	15,557,000	696,310,640	-	2,135,846	698,446,486	2.767	1,424,048,527
2009	46,645,400	1,508,605,700	-	4,393,296	1,512,998,996	1.282	1,464,805,397
2010	44,299,900	1,493,038,000	-	4,797,374	1,497,835,374	1.332	1,467,699,588
2011	43,036,900	1,482,644,500	-	4,524,928	1,487,169,428	1.371	1,403,246,154
2012	R 34,707,800	1,166,198,100	-	4,683,360	1,170,881,460	1.767	1,307,261,379
2013	34,707,800	1,155,995,900	-	3,603,878	1,159,599,778	1.826	1,280,524,125
2014	34,707,800	1,174,554,031	-	3,159,995	1,177,714,026	1.873	1,300,579,669
2015	34,707,800	1,156,618,089	-	3,036,590	1,159,654,679	1.875	1,280,644,111

**Bordentown Regional School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years**

CITY OF BORDENTOWN

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial
2006	\$ 3,155,000	\$ 127,132,560	\$ -	\$ -	\$ 26,067,900	\$ 9,089,600
2007	3,065,000	128,491,960	-	-	25,673,300	9,089,600
2008	7,107,200	293,454,900	-	-	56,856,000	16,517,600
2009	7,496,400	293,763,600	-	-	54,322,300	16,517,600
2010	7,496,400	293,955,600	-	-	54,322,300	16,517,600
2011	6,178,400	293,129,600	-	-	55,828,300	18,017,600
2012	5,908,300	292,188,050	-	-	53,331,700	16,517,600
2013	4,806,700	245,552,200	-	-	50,460,900	16,552,600
2014	4,853,700	244,895,500	-	-	46,988,000	16,502,700
2015	4,812,700	243,789,600	-	-	46,689,200	12,902,700

Fiscal Year Ended June 30,	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized Value)
2006	\$ 13,955,200	\$ 179,400,260	\$ -	\$ 195,486	\$ 179,595,746	\$ 2.809	\$ 326,199,956
2007	13,720,600	180,040,460	-	184,828	180,225,288	2.852	363,335,908
2008	28,155,300	402,091,000	-	351,264	402,442,264	1.233 R	384,649,266
2009	28,155,300	400,255,200	-	351,264	400,606,464	1.282	392,220,463
2010	28,155,300	400,447,200	-	351,264	400,798,464	1.345	388,607,227
2011	27,775,300	400,929,200	-	503,525	401,432,725	1.364	379,955,730
2012	26,575,300	394,520,950	-	556,037	395,076,987	1.399	358,885,692
2013	25,985,000	343,357,400	-	512,096	343,869,496	1.676 R	350,412,636
2014	25,181,300	338,421,200	-	450,733	338,871,933	1.784	345,321,007
2015	25,016,300	333,210,500	-	446,106	333,656,606	1.978	340,006,383

**Bordentown Regional School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years**

BOROUGH OF FIELDSBORO

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial
2006	\$ 784,300	\$ 18,862,800	\$ -	\$ -	\$ 1,379,800	\$ 7,865,900
2007	815,900	18,971,100	-	-	1,285,100	7,865,900
2008	815,900	18,944,300	-	-	1,287,400	7,865,900
2009	1,775,300	42,160,800	-	-	2,365,400	13,800,000
2010	1,775,300	42,010,400	-	-	2,365,400	10,300,000
2011	1,775,300	41,974,800	-	-	2,365,400	10,300,000
2012	1,775,300	41,872,600	-	-	2,083,600	10,300,000
2013	1,775,300	41,982,000	-	-	1,901,800	10,300,000
2014	1,788,600	42,093,200	-	-	1,901,800	10,300,000
2015	1,788,600	39,044,400	-	-	1,901,800	10,300,000

Fiscal Year Ended June 30,	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized Value)
2006	\$ -	\$ 28,892,800	\$ -	\$ 27,127	\$ 28,919,927	\$ 2.630	\$ 59,452,878
2007	-	28,938,000	-	23,828	28,961,828	3.068	64,459,366
2008	-	28,913,500	-	24,966	28,938,466	3.082	58,014,336
2009	-	60,101,500	-	65,050	60,166,550	1.397	58,280,374
2010	-	56,451,100	-	59,909	56,511,009	1.437	54,739,394
2011	-	56,415,500	-	44,879	56,460,379	1.409	57,558,897
2012	-	56,031,500	-	44,879	56,076,379	1.446	53,210,739
2013	-	55,959,100	-	54,353	56,013,453	1.545	49,366,214
2014	-	56,083,600	-	48,871	56,132,471	1.556	49,470,443
2015	-	53,034,800	-	49,127	53,083,927	1.637	46,784,058

Source: District records Tax list summary & Municipal Tax Assessor

R: Reassessment year

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Exhibit J-7

TOWNSHIP OF BORDENTOWN

Fiscal Year Ended June 30,	BORDENTOWN REG. SCHOOL DIST.			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Township of Bordentown	Farmland/Municipal Open Space	County Library/Other	Burlington County	
2006	2.292	0.262	2.554	0.476	0.000	0.157	0.628	3.815
2007	2.470	0.302	2.772	0.499	0.000	0.139	0.668	4.078
2008	2.489	0.278	2.767	0.623	0.000	0.138	0.632	4.160
2009	1.149	0.133	1.282	0.336	0.000	0.068	0.298	1.984 R
2010	1.205	0.136	1.341	0.390	0.000	0.068	0.287	2.086
2011	1.234	0.137	1.371	0.379	0.030	0.068	0.315	2.163
2012	1.590	0.176	1.766	0.522	0.030	0.081	0.355	2.754
2013	1.648	0.178	1.826	0.549	0.045	0.034	0.365	2.819
2014	1.687	0.186	1.873	0.544	0.046	0.034	0.366	2.863
2015	1.771	0.207	1.978	0.540	0.075	0.035	0.370	2.998

CITY OF BORDENTOWN

Fiscal Year Ended June 30,	BORDENTOWN REG. SCHOOL DIST.			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	City of Bordentown	Municipal Open Space	County Library/Other	Burlington County	
2006	2.516	0.293	2.809	1.405	0.000	0.120	0.600	4.934
2007	2.527	0.325	2.852	1.459	0.000	0.128	0.612	5.051
2008	1.109	0.124	1.233	0.707	0.000	0.065	0.295	2.300 R
2009	1.149	0.133	1.282	0.735	0.000	0.068	0.298	2.383
2010	1.216	0.138	1.354	0.764	0.000	0.069	0.306	2.493
2011	1.223	0.137	1.360	0.794	0.000	0.068	0.300	2.522
2012	1.260	0.140	1.400	0.811	0.000	0.067	0.290	2.568
2013	1.513	0.164	1.677	0.954	0.015	0.032	0.348	3.026
2014	1.607	0.177	1.784	0.973	0.016	0.032	0.344	3.149
2015	1.678	0.197	1.875	0.992	0.043	0.034	0.363	3.307

BOROUGH OF FIELDSBORO

Fiscal Year Ended June 30,	BORDENTOWN REG. SCHOOL DIST.			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Borough of Fieldsboro	Municipal Open Space	County Library/Other	Burlington County	
2006	2.353	0.277	2.630	0.900	0.000	0.134	0.670	4.334
2007	2.736	0.332	3.068	0.950	0.000	0.155	0.747	4.920
2008	2.772	0.310	3.082	1.067	0.000	0.162	0.738	5.049
2009	1.252	0.145	1.397	0.689	0.000	0.071	0.316	2.473 R
2010	1.301	0.147	1.448	0.680	0.000	0.071	0.314	2.513
2011	1.268	0.141	1.409	0.680	0.000	0.071	0.314	2.474
2012	1.301	0.144	1.445	0.669	0.000	0.075	0.329	2.518
2013	1.394	0.151	1.545	0.569	0.014	0.031	0.332	2.491
2014	1.402	0.154	1.556	0.569	0.014	0.029	0.311	2.479
2015	1.465	0.172	1.637	0.569	0.037	0.030	0.313	2.586

Source: District Records and Municipal Tax Collector and/or Abstract of Ratables

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy to namely a 2% increase above the prior year, plus certain permitted adjustments.

R Reassessment 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.

BORDENTOWN REGIONAL SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Ten Years Ago

Exhibit J-8

TOWNSHIP OF BORDENTOWN

Taxpayer	2015			2005		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
GCCFC	\$ 14,700,000	1	1.26%			
Bordentown Investment LLC	14,200,000	2	1.22%	\$ 9,126,700	4	1.42%
WW Grainger, Inc	11,268,200	3	0.97%			
Moshulu Realty LLC	11,000,000	4	0.94%	6,225,000	5	0.97%
HPT PSC Properties Trust, DBA: TCA	11,000,000	5	0.94%			
Hedding Hotels, LLC	7,414,500	6	0.64%			
MIM-Hayden Central Crossing 4, LLC	6,800,000	7	0.58%			
Bordentown Realty, LLC	6,380,000	8	0.55%			
Central Crossing Bus Park Bldg II, LLC	6,090,400	9	0.52%	5,335,000	9	0.83%
Bordentown Hotels, Inc	6,069,900	10	0.52%			
Rt 206 Bordentown Realty LLC	6,055,700	11	0.52%			
Public Service Electric and Gas				10,202,100	1	1.59%
Rock-IDI Central Crossing, LLC				10,000,000	2	1.56%
Bordentown V.F. LLC				9,925,410	3	1.55%
Orleans Home Builders				6,220,900	6	0.97%
Petro Stopping Centers, LP				5,979,100	7	0.93%
Mastoris Diner/Restaurant, Inc				5,730,800	8	0.89%
D.R. Horton, Inc				5,319,500	10	0.83%
Total	\$ 100,978,700		8.66%	\$ 74,064,510		11.54%
Total Municipal Assessment	\$ 1,159,654,679			\$ 643,689,731		

CITY OF BORDENTOWN

Taxpayer	2015			2005		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Park Apartments	\$ 9,690,000	1	2.82%	\$ 5,392,400	2	2.87%
Ocean Spray Cranberries	8,200,000	2	2.39%	17,534,000	1	9.32%
Schino Property Management, LLC	6,100,000	3	1.78%	2,597,500	3	1.38%
Ocean Spray Cranberries	3,000,000	4	0.80%			
Storage Depot of Bordentown, LLC	2,704,000	5	0.79%			
Lucas Bordentown, LLC	2,635,000	6	0.77%			
Maguire, Robert J	2,170,000	7	0.63%			
Thompson Realty Co. of Princeton	1,807,200	8	0.53%	987,200	10	0.52%
J&B Bordentown, LLC	1,642,300	9	0.48%			
860 Rt 206 Associates LLC	1,637,000	10	0.40%	1,699,600	4	0.90%
Bob Maguire Chevrolet				1,677,700	5	0.89%
Bordentown New Valley Realty				1,218,000	6	0.65%
Penn-Central Railroad RE Division				1,100,000	7	0.58%
Bordentown Properties LLC				1,059,700	8	0.56%
Riverview Gardens				1,050,000	9	0.56%
Total	\$ 39,585,500		11.39%	\$ 34,316,100		18.23%
Total Municipal Assessment	\$ 333,656,606			\$ 188,104,625		

BOROUGH OF FIELDSBORO

Taxpayer	2015			2005		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Stepan Chemical	\$ 10,030,000	1	20.52%	\$ 7,865,900	1	27.58%
Individual #1	641,800	2	1.31%	168,400	5	0.59%
Olivia Konek Group, LLC	550,000	3	1.13%			
Balon Real Estate, LLC	485,300	4	0.99%			
Reddy Holding, LLC	448,500	5	0.92%			
Individual # 2	442,800	6	0.91%	161,900	6	0.57%
Individual # 3	416,600	7	0.85%	159,600	8	0.56%
Individual # 4	395,000	8	0.81%	154,300	9	0.54%
Borough of Fieldsboro	395,000	9	0.81%			
Individual # 5	374,900	10	0.77%	145,400	10	5.20%
River Club Homeowners				1,345,900	2	4.72%
R&J Liquors				320,900	3	1.12%
F&M Basani				304,500	4	1.07%
Fieldsboro Inn, Inc.				161,100	7	0.56%
Total	\$ 14,179,900		29.01%	\$ 10,787,900		42.51%
Total Municipal Assessment	\$ 48,871,762			\$ 28,596,674		

Source: Municipal Tax Assessor

BORDENTOWN REGIONAL SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Fiscal Years

Exhibit J-9

TOWNSHIP OF BORDENTOWN

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2005	\$ 24,580,228	\$ 24,370,126	99.15%
2006	28,007,096	27,584,314	98.49%
2007	30,539,803	30,100,509	98.56%
2008	31,172,847	30,838,124	98.93%
2009	31,892,057	31,486,722	98.73%
2010	32,943,260	32,690,253	99.23%
2011	33,598,186	33,202,342	98.82%
2012	34,378,206	33,903,048	98.62%
2013	35,560,199	34,442,130	96.86%
2014	35,228,117	34,879,814	99.01%

CITY OF BORDENTOWN

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2005	\$ 8,115,789	\$ 7,939,809	97.83%
2006	8,905,282	8,646,793	97.10%
2007	9,235,616	9,016,444	97.63%
2008	9,286,951	8,994,125	96.85%
2009	9,571,273	9,240,199	96.54%
2010	9,952,334	9,589,673	96.36%
2011	10,076,142	9,597,984	95.25%
2012	10,051,489	9,580,737	95.32%
2013	10,436,703	10,033,759	96.14%
2014	10,693,203	10,267,168	96.02%

BOROUGH OF FIELDSBORO

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2005	\$ 1,045,071	\$ 1,009,332	96.58%
2006	1,254,768	1,210,062	96.44%
2007	1,426,717	1,371,801	96.15%
2008	1,465,632	1,390,578	94.88%
2009	1,487,919	1,417,056	95.24%
2010	1,413,906	1,347,402	95.30%
2011	1,396,830	1,327,881	95.06%
2012	1,412,586	1,331,565	94.26%
2013	1,400,857	1,343,514	95.91%
2014	1,392,299	1,312,349	94.26%

Source: Municipal records.

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income	Per Capita
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2006	\$ 40,052,000	\$ 1,210,000	\$ 39,576	-	\$ -	\$ 41,301,576	6.21%	\$ 2,778
2007	40,850,000	805,000	72,129	-	-	41,727,129	6.14%	2,857
2008	40,070,000	485,000	-	-	-	40,555,000	5.83%	2,798
2009	39,215,000	250,000	71,916	-	-	39,536,916	5.75%	2,736
2010	46,809,000	-	516,535	-	-	47,325,535	6.24%	3,284
2011	45,779,000	-	357,098	-	-	46,136,098	5.86%	2,909
2012	44,314,000	-	188,954	-	-	44,502,954	5.51%	2,806
2013	42,774,000	-	96,170	-	-	42,870,170	5.24%	2,705
2014	41,319,000	-	-	-	-	41,319,000	N/A	2,577
2015	39,544,000	-	559,538	-	-	40,103,538	N/A	N/A

Source: District CAFR Schedules I-1, I-2

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Debt per Capita	Population	Taxable Value of Property
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding				
2006	\$ 40,052,000	\$ -	\$ 40,052,000	4.53%	2,694	14,869	\$ 883,852,937
2007	40,850,000	-	40,850,000	4.50%	2,797	14,603	907,605,174
2008	40,070,000	-	40,070,000	3.55%	2,764	14,495	1,129,827,216
2009	39,215,000	-	39,215,000	1.99%	2,714	14,448	1,973,772,010
2010	46,809,000	-	46,809,000	2.39%	2,956	15,835	1,955,144,847
2011	45,779,000	-	45,779,000	2.36%	2,884	15,876	1,943,115,532
2012	44,314,000	-	44,314,000	2.73%	2,789	15,887	1,622,034,826
2013	42,774,000	-	42,774,000	2.67%	2,699	15,850	1,599,482,727
2014	41,319,000	-	41,319,000	2.63%	2,577	16,034	1,572,718,430
2015	39,544,000	-	39,544,000	2.56%	2,466	16,034 *	1,546,395,212

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

* Current year population estimated at the previous year amount.

**Bordentown Regional School District
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2015**

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Bordentown Township	\$ 16,724,300	100.000%	\$ 16,724,300
Bordentown City	1,312,500	100.000%	1,312,500
Fieldsboro Borough	300,894	100.000%	300,894
Other debt			
Bordentown Sewer Authority	19,057,630	100.000%	19,057,630
Burlington County	691,625,939	3.699%	25,583,243
Subtotal, overlapping debt			62,978,567
Bordentown Regional School District Direct Bonded Debt			
			39,544,000
Total direct and overlapping debt			<u>\$ 102,522,567</u>

Sources: Each entity's finance records and information provided by the County Finance Office.

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

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
Legal Debt Margin
Last Ten Fiscal Years

Legal Debt Margin Calculation

Average equalized valuation basis
for the three years 2012 to 2014:

Bordentown Twp.	1,299,839,510
Bordentown City	355,664,420
Fieldsboro	50,546,454
	<u>\$ 1,706,050,384</u>

Debt limit (4% of average equalization value)	\$ 68,242,015
Net bonded school debt	39,544,000
Legal debt margin	<u>\$ 28,698,015</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>
Debt limit	49,915,456	57,807,513	65,802,251	74,681,041	74,681,041	75,736,915	75,332,196	75,302,140	69,654,030	68,242,015
Total net debt applicable to limit	40,052,000	40,850,000	40,070,000	39,215,000	46,809,000	45,779,000	44,314,000	42,774,000	41,319,000	39,544,000
Legal debt margin	<u>\$ 9,863,456</u>	<u>\$ 16,957,513</u>	<u>\$ 25,732,251</u>	<u>\$ 35,466,041</u>	<u>\$ 27,872,041</u>	<u>\$ 29,957,915</u>	<u>\$ 31,018,196</u>	<u>\$ 32,528,140</u>	<u>\$ 28,335,030</u>	<u>\$ 28,698,015</u>
Total net debt applicable to the limit as a percentage of debt limit	80.24%	70.67%	60.89%	52.51%	62.68%	60.44%	58.82%	56.80%	59.32%	57.95%

Source: Abstract of Rates and District Records.

BORDENTOWN REGIONAL SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years

Exhibit J-14

BORDENTOWN TOWNSHIP

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2005	10,202	\$ 430,126,522	\$ 42,004	3.30%
2006	10,367	463,581,139	44,519	3.80%
2007	10,176	473,234,880	46,295	3.50%
2008	10,102	484,744,470	47,758	9.20%
2009	10,068	479,055,576	47,384	8.20%
2010	11,378	544,425,922	47,586	8.70%
2011	11,388	565,140,888	49,471	8.50%
2012	11,362	580,359,598	51,149	8.80%
2013	11,410	589,189,580	51,638	4.40%
2014	11,604	N/A	N/A	5.30%

BORDENTOWN CITY

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2005	3,960	\$ 166,957,560	\$ 42,004	5.20%
2006	3,929	175,693,093	44,519	4.20%
2007	3,860	179,509,300	46,295	3.80%
2008	3,830	183,782,550	47,758	9.20%
2009	3,820	181,763,240	47,384	9.00%
2010	3,927	187,903,023	47,586	9.50%
2011	3,930	195,030,180	49,471	9.30%
2012	3,916	200,025,364	51,149	9.60%
2013	3,908	201,801,304	51,638	8.80%
2014	3,900	N/A	N/A	5.50%

FIELDSBORO

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2005	575	\$ 24,242,575	\$ 42,004	3.30%
2006	573	25,622,841	44,519	7.00%
2007	567	26,368,335	46,295	6.40%
2008	563	27,015,555	47,758	9.20%
2009	560	26,645,920	47,384	14.50%
2010	540	25,838,460	47,586	15.30%
2011	542	26,897,292	49,471	15.00%
2012	532	27,174,028	51,149	15.50%
2013	532	27,471,416	51,638	8.30%
2014	530	N/A	N/A	11.50%

Source:

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

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

^c Per capita personal income by municipality based on projected 2014 information. (As adjusted annually)

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

**Bordentown Regional School District
Full Time Equivalent District Employees by Function/Program
Last Ten Fiscal Years**

<u>Function/Program</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>
Instruction										
Regular	132	129	137	139	140	142	150	174	171	177
Special education	67	68	69	70	86	92	106	107	96	86
Other special education	14	15	15	15	11	13	13	14	13	17
Vocational	-	-	-	-	-	-	-	-	-	-
Other instruction	-	-	-	-	-	-	-	-	-	-
Nonpublic school programs	-	-	-	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	-	-	-	-	-	4	4	4
Support Services:										
Tuition	-	-	-	-	-	-	-	-	-	-
Student & instruction related services	35	36	40	40	38	33	33	33	35	37
General administrative services	1	1	1	1	1	1	1	2	2	2
School administrative services	52	59	60	61	63	58	61	42	46	43
Business administrative services	2	1	1	1	1	1	1	1	1	1
Plant operations and maintenance	29	34	39	41	44	43	41	42	43	44
Pupil transportation	43	39	38	39	38	35	35	35	36	37
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service	-	-	-	-	-	-	-	-	-	-
Child Care	-	-	-	-	-	-	-	-	-	-
Total	<u>375</u>	<u>382</u>	<u>400</u>	<u>407</u>	<u>422</u>	<u>418</u>	<u>441</u>	<u>454</u>	<u>447</u>	<u>448</u>

Source: District Personnel Records

**Bordentown Regional School District
Operating Statistics
Last Ten Fiscal Years**

Exhibit J-17

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	% Change	Teaching Staff
2006	2,192	\$ 27,489,119	\$ 12,541	-4.73%	215
2007	2,276	28,536,152	12,538	-0.02%	216
2008	2,346	31,401,380	13,385	6.76%	224
2009	2,427	32,806,502	13,517	0.99%	224
2010	2,480	32,968,346	13,294	-1.65%	215
2011	2,461	32,718,416	13,295	0.01%	217
2012	2,464	32,426,539	13,160	-1.01%	212
2013	2,503	34,253,248	13,685	3.99%	214
2014	2,561	36,042,451	14,074	2.84%	213
2015	2,574	36,015,036	13,992	-0.58%	218

Pupil/Teacher Ratio

Fiscal Year	Elementary	Middle School	High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2006	11.4:1	10.1:1	11.0:1	2,151	2,056	2.99%	95.60%
2007	10.9:1	10.7:1	12.5:1	2,264	2,162	5.22%	95.50%
2008	7.9:1	10.9:1	12.8:1	2,326	2,213	2.74%	95.20%
2009	10.9:1	10.5:1	12.7:1	2,434	2,275	4.66%	93.50%
2010	10.1:1	10.8:1	11.8:1	2,400	2,321	-1.40%	96.70%
2011	9.3:1	10.9:1	11.8:1	2,409	2,335	0.39%	96.90%
2012	10.3:1	12.0:1	11.5:1	2,426	2,347	0.69%	96.80%
2013	11.1:1	11.0:1	9.5:1	2,494	2,379	2.82%	95.40%
2014	12.3:1	13.0:1	14.0:1	2,511	2,429	0.65%	96.73%
2015	13.0:1	14.0:1	14.0:1	2,217	2,146	-11.69%	96.76%

Sources: District records, ASSA

Note: Enrollment based on annual October ASSA district count.

**Bordertown Regional School District
School Building Information
Last Ten Fiscal Years**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Elementary										
Clara Barton Elementary School (1953)										
Square Feet	51,432	51,432	51,432	51,432	51,432	51,432	51,432	51,432	51,432	51,432
Capacity (students)	346	346	346	346	346	346	346	346	346	346
Enrollment	379	229	220	221	254	249	237	247	253	240
Peter Muschal Elementary School (1953)										
Square Feet	83,309	83,309	83,309	83,309	83,309	83,309	83,309	83,309	83,309	83,309
Capacity (students)	517	517	517	517	517	517	517	517	517	517
Enrollment	755	460	572	537	553	612	642	622	602	608
Intermediate School										
MacFarland Intermediate School (1924)										
Square Feet	61,837	61,837	61,837	61,837	61,837	61,837	61,837	61,837	61,837	61,837
Capacity (students)	334	334	334	334	334	334	334	334	334	334
Enrollment	351	353	343	344	352	345	381	394	405	406
Middle School										
Bordertown Regional Middle School (1965)										
Square Feet	87,720	87,720	87,720	87,720	87,720	87,720	87,720	87,720	87,720	87,720
Capacity (students)	545	545	545	545	545	545	545	545	545	545
Enrollment	697	493	533	532	541	541	524	535	563	577
High School										
Bordertown Regional High School (2006)										
Square Feet	-	192,000	192,000	192,000	192,000	192,000	192,000	192,000	192,000	192,000
Capacity (students)	-	1,102	1,102	1,102	1,102	1,102	1,102	1,102	1,102	1,102
Enrollment	-	678	766	723	712	716	694	705	738	743
Other										
James F. Black Administration Building										
Square Feet	2,990	2,990	2,990	2,990	2,990	2,990	2,990	2,990	2,990	2,990
Transportation (1990)										
Square Feet	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000

Number of Schools at June 30, 2014
 Elementary = 3
 Middle School = 1
 High School = 1
 Other = 2

Source: District records, ASSA

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

The District opened a new 9-12 High School and reconfigured the remaining buildings to adjust the number of students per building. The elementary Schools are PreK-3, the Intermediate School is grades 4 & 5, and the middle school (old High School) is grades 6-8

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
SCHEDULED OR REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
For the Fiscal Year Ended June 30, 2006 to 2015**

**UNDISTRIBUTED EXPENDITURES-REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-xxx**

	Project # (s)	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
School Facilities											
James Black Dist. Admin. Building	N/A	6,121	5,133	5,218	5,550	2,838	2,965	3,496	3,027	2,457	908
Transportation / Bus Building	N/A	7,651	6,416	6,522	6,937	4,745	4,952	5,846	5,063	4,109	2,512
Bordentown Regional Middle School	N/A	140,009	117,404	119,353	128,333	83,250	86,887	102,567	88,818	72,099	51,241
Clara Barton School	N/A	78,803	66,080	67,177	71,450	48,811	50,944	60,137	52,076	42,273	30,745
MacFarland Intermediate School	N/A	98,695	82,760	84,134	89,486	58,686	61,250	72,303	62,611	50,825	35,867
Peter Muschal School	N/A	131,593	110,347	112,179	119,315	79,064	82,518	97,409	84,352	68,474	49,533
Bordentown Regional High School	N/A	302,205	253,414	257,620	272,621	180,306	188,184	222,142	192,365	156,158	-
		765,077	641,554	652,203	693,692	457,700	477,700	563,900	488,312	396,395	170,806
Other Facilities		-	-	-	-	-	-	-	-	-	-
Grand Total		765,077	641,554	652,203	693,692	457,700	477,700	563,900	488,312	396,395	170,806

*School Facilities as defined under EFCEA
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

BORDENTOWN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2015
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
PROPERTY [School Alliance Insurance Fund ("SAIF")]		
Property Insurance		
Limit of Liability	\$ 250,000,000 Per occurrence	\$ 1,000
SAIF Self Insured Retention	\$ 100,000 Per occurrence	
Fund Aggregate Retention	100% of Property/BM/GL/AL Loss Fund	
Perils Included:	Coverage written on an "All Risk" Basis, including flood and earthquake (see sub-limits)	
Property Included:		
Buildings, Contents, Boiler & Machinery	\$ 250,000,000 with a	
Buildings, Contents, Boiler & Machinery	\$ 200,000,000 Sub-limit for National Weather Service Named Storms	
Extra Expenses	\$ 50,000,000	
Newly Acquired Property	\$ 25,000,000	
Builders Risk/New Construction	\$ 25,000,000	
Property in Transit	\$ 25,000,000	
Automobile Physical Damage	Included	
Unnamed Locations	\$ 25,000,000	
Demolition and Increased Cost of Construction	\$ 25,000,000	
Earthquake	\$ 25,000,000 Per Occurrence/Per Member/Annual Aggregate	
Flood	\$ 10,000,000 Per Occurrence/Per Member (Excluding Zones A & V)	
Flood	\$ 25,000,000 Per Occurrence/Per Member (Zones A & V)	
Flood	\$ 100,000,000 Fund Annual Aggregate Sub-limit to \$50,000,000 Annual Aggregate for Flood Zones A&V	
Accounts Receivable	\$ 2,500,000	
Fine Arts	\$ 2,500,000	
Loss of Rents	\$ 500,000 \$2,500,000 Aggregate	
Terrorism	\$ 100,000,000 Per Occurrence	
Terrorism	\$ 200,000,000 Annual Aggregate	
BOILER AND MACHINERY [SAIF]	\$ 100,000,000 Per Occurrence	\$ 1,000
CRIME AND FIDELITY [School Alliance Insurance Fund]		
Money & Securities (Loss Inside and Loss Outside)	\$ 50,000 Each (either) Loss	\$ 1,000
Blanket Employee Dishonesty	\$ 500,000 Per Loss	\$ 1,000

**BORDENTOWN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2015
UNAUDITED**

	<u>Coverage</u>	<u>Deductible</u>
COMPREHENSIVE GENERAL LIABILITY AND AUTOMOBILE LIABILITY COVERAGE [SAIF]		
Limit of Liability	\$ 5,000,000 Per Occurrence/ Per Member	None
Includes civil claim action or bodily injury, property damage and personal injury liability		
Sub-limit applicable to Sexual Molestation	\$ 5,000,000 Per Occurrence/Aggregate Per Member	
Cyber Liability	\$ 2,000,000 Limit	\$ 50,000
Polution Liability	\$ 1,000,000 Per Member (Excludes mold)	
EXCESS LIABILITY COVERAGE [SAIF]		
Limit of Liability	\$ 5,000,000 Per Occurrence/ Per Member	None
Workers' Compensation [SAIF]		
Workers' Compensation	NJ Statutory Benefits	None
Employers' Liability	\$ 5,000,000 Per Occurrence/Aggregate	None
WORKERS' COMPENSATION SUPPLEMENTARY INDEMNITY [SAIF]		
Limit of Liability [7 day waiting period applies]	\$ 1,000,000 Per Incident & Annual Aggregate	None
SCHOOL LEADERS ERRORS & OMISSIONs [SAIF]		
Claims Made Coverage Form - Coverage A	\$ 5,000,000	10,000
Aggregate - Coverage A	\$ 5,000,000	10,000
Claims Made Coverage Form - Coverage B	\$ 100,000	10,000
Aggregate - Coverage B	\$ 300,000	10,000
BOARD SECRETARY [Selective Insurance Co.]	\$ 120,000	
TREASURER [Selective Insurance Co.]	\$ 340,000	
GROUP TRAVEL ACCIDENT		
School Board Members [Hartford Insurance]		
Principal Sum	\$ 50,000	
Aggregate	\$ 250,000	
STUDENT PHYSICAL ED & ATHLETICS	\$ 25,000	
[T.L. Groseclose Assoc. Inc]		

Source: District Records

REPORT IN ACCORDANCE WITH GOVERNMENT AUDIT STANDARDS

JOHN J. MALEY, JR.

Certified Public Accountant

Registered Municipal Accountant

P.O. Box 614

BORDENTOWN, NEW JERSEY 08505

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EXHIBIT K-1

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

The Honorable President and
Members of the Board of Education
Bordentown Regional School District
County of Burlington
Bordentown, New Jersey 08505

I have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey, the financial statements of governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Bordentown Regional School District, in the County of Burlington, State of New Jersey as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Bordentown Regional School District's basic financial statements, and have issued my report thereon dated September 16, 2015.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Bordentown Regional School District Board of Education's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the effectiveness of the Bordentown Regional School District Board of Education's internal control. Accordingly, I do not express an opinion on the effectiveness of the Bordentown Regional School District Board of Education's internal control.

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

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

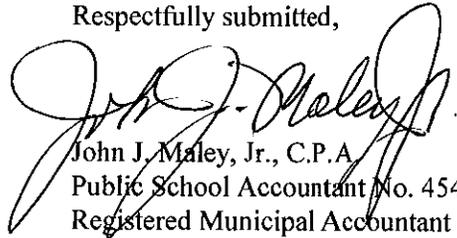
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Bordentown Regional School District's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 my audit and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Purpose of This Report

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

Respectfully submitted,



John J. Maley, Jr., C.P.A.
Public School Accountant No. 454
Registered Municipal Accountant

December 2, 2015

SECTION - K
SINGLE AUDIT SECTION

JOHN J. MALEY, JR.

Certified Public Accountant

Registered Municipal Accountant

P.O. Box 614

BORDENTOWN, NEW JERSEY 08505

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EXHIBIT K-2

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133 AND
NEW JERSEY CIRCULAR 15-08-OMB**

The Honorable President and
Members of the Board of Education
Bordentown Regional School District
County of Burlington
Bordentown, New Jersey 08505

Report on Compliance for Each Major Federal or State Program

I have audited the Board of Education of the Bordentown Regional School District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of Bordentown Regional School District's major federal or state programs for the year ended June 30, 2015. Bordentown Regional School District's major federal and state programs are identified in the *Summary of Auditor's Results Section* of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of the Bordentown Regional School District's major federal and state programs based on my audit of the types of compliance requirements referred to above. I conducted my 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 the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; and New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards and New Jersey Circular 15-08-OMB, require that I 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 and state program occurred. An audit includes examining, on a test basis, evidence about the Bordentown Regional School District's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal and state program. However, my audit does not provide a legal determination of the Board of Education of the Bordentown Regional School District's compliance.

Opinion on Each Major Federal and State Program

In my opinion, the Board of Education of the Bordentown Regional School District, in the County of Burlington, State of New Jersey, complied, in all material respects, with the 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.

Report on Internal Control Over Compliance

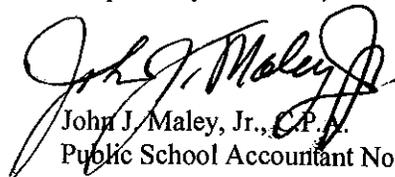
Management of the Board of Education of the Bordentown Regional School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing my audit, I considered the Board of Education Bordentown Regional School District's internal control over compliance with requirements that could have a direct and material effect on a major federal and state programs in order to determine my auditing procedures for the purposes of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with New Jersey's Circular 15-08- OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Board of Education of the Bordentown Regional School'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.

My 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. I did not identify any deficiencies in internal control over compliance that I 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 my testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



John J. Maley, Jr., C.P.A.
Public School Accountant No. 454

December 2, 2015

BORDENTOWN REGIONAL SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2015

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2014	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Accounts Receivable	Balance at June 30, 2015							
												Due to Grantor	Deferred Revenue						
U.S. Department of Education																			
General Fund:																			
Medical Assistance Program (SEMI)	93.778	N/A	\$ 74,750	9/1/14	\$ -	-	\$ 49,647	\$ (74,750)	-	-	\$ (25,103)	\$ -	\$ -						
Total General Fund																			
U.S. Department of Education																			
Passed-through State Department of Education:																			
Special Revenue Fund:																			
Title I-A, Improving Basic Programs Operated by LEA's																			
84.010A		NCLB-0475-15	302,918	7/1/14	6/30/15	-	26,659	(255,344)	1 a.	-	(5,563)	12,370	-						
84.010A		NCLB-0475-14	318,830	7/1/13	6/30/14	33,550	(20,659)	(12,890)	(1) a.	-	-	5,192	-						
84.010A		NCLB-0475-10	225,921	9/1/09	8/31/10	5,192	-	-	-	-	-	9,413	-						
84.281A		NCLB-0475-15	76,188	7/1/14	6/30/15	-	15,854	(43,495)	-	-	(20,016)	-	-						
84.281A		NCLB-0475-14	72,666	7/1/13	6/30/14	37,484	(15,854)	(21,650)	-	-	-	58	-						
84.281A		NCLB-0475-11	53,556	9/1/10	8/31/11	58	-	-	-	-	-	1,364	-						
84.281A		NCLB-0475-10	51,490	9/1/09	8/31/10	1,364	-	-	-	-	-	-	-						
84.281D		NCLB-0475-11	459	9/1/10	8/31/11	10	-	-	-	-	-	-	10						
84.281D		NCLB-0475-10	2,300	9/1/09	8/31/10	91	-	-	-	-	-	91	-						
84.291		NCLB-0475-15	37,462	7/1/14	6/30/15	-	2,482	(12,023)	-	-	(9,031)	476	-						
84.291		NCLB-0475-14	27,465	7/1/13	6/30/14	8,646	(2,482)	(6,164)	-	-	-	-	-						
84.186		NCLB-0475-10	6,298	9/1/09	8/31/10	22	-	-	-	-	-	22	-						
84.027A		IDEA-0475-15	561,192	9/1/14	8/31/15	(384,469)	-	(542,887)	-	-	(17,473)	-	-						
84.027A		IDEA-0475-14	510,468	9/1/13	8/31/14	384,469	-	-	-	-	-	-	-						
84.173		IDEA-0475-14	25,344	9/1/14	8/31/15	25,344	-	(25,344)	-	-	-	-	-						
84.173		IDEA-0475-14	25,413	9/1/13	8/31/14	(25,413)	-	-	-	-	-	-	-						
84.027A		07-FC02-H03	150,000	6/1/08	6/1/09	5,191	-	-	-	-	-	5,191	-						
84.027A		12-RT02-A01	81,300	7/15/12	9/30/15	(5,467)	5,467	-	-	-	-	-	-						
Total Special Revenue Fund																			
U.S. Department of Agriculture																			
Passed-through State Department of Education:																			
Enterprise Fund:																			
Food Distribution Program																			
10.550		N/A	38,503	7/1/14	6/30/15	-	3,096	(38,503)	-	-	-	3,406	-						
10.550		N/A	29,798	7/1/13	6/30/14	3,096	(3,096)	-	-	-	-	-	-						
10.553		N/A	65,418	7/1/14	6/30/15	-	-	(65,418)	-	-	(5,458)	-	-						
10.553		N/A	50,501	7/1/13	6/30/14	(4,119)	4,119	-	-	-	-	-	-						
10.555		N/A	235,472	7/1/14	6/30/15	-	218,102	(233,471)	(1) a.	-	(17,370)	-	-						
10.555		N/A	223,022	7/1/13	6/30/14	(14,838)	-	-	-	-	-	-	-						
10.592		N/A	9,605	7/1/14	6/30/15	-	8,887	(9,605)	-	-	(718)	-	-						
10.592		N/A	9,481	7/1/13	6/30/14	(654)	654	-	-	-	-	-	-						
Total Enterprise Fund																			
Total Federal Financial Awards																			
											\$ (340,156)	\$ -	\$ 1,620,342	\$ (1,343,224)	\$ (1)	\$ -	\$ (100,732)	\$ 37,783	\$ 10

a. Rounding adjustment.

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

BORDENTOWN REGIONAL SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year Ended June 30, 2015

State Grant/Program Title	Grant or State Project Number	Program or Award Amount	Balance at June 30, 2014		Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years' Balances	(Accounts Receivable)	Deferred Revenue/ Incurrid Payable	Due to Grantor	MEMO	
			Deferred Revenue/ (Accts Receivable)	Due to Grantor								Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:													
General Fund:													
Transportation Aid	15-495-034-5120-014	\$ 178,363	7/1/14	6/30/15	-	\$ 178,363	(178,363)	-	-	-	-	\$ 17,836	\$ 178,363
Equalization Aid	15-495-034-5120-078	6,172,180	7/1/14	6/30/15	-	6,172,180	(6,172,180)	-	-	-	-	498,533	6,172,180
Special Education Categorical Aid	15-495-034-5120-089	1,445,511	7/1/14	6/30/15	-	1,445,511	(1,445,511)	-	-	-	-	136,533	1,445,511
Security Aid	15-495-034-5120-084	62,729	7/1/14	6/30/15	-	62,729	(62,729)	-	-	-	-	6,273	62,729
Under Adequacy Aid	15-495-034-5120-096	33,986	7/1/14	6/30/15	-	33,986	(33,986)	-	-	-	-	3,399	33,986
PARCC Readiness Aid	15-495-034-5120-098	25,530	7/1/14	6/30/15	-	25,530	(25,530)	-	-	-	-	2,553	25,530
Per Pupil Growth Aid	15-495-034-5120-097	340,140	7/1/14	6/30/15	-	340,140	(340,140)	-	-	-	-	2,553	340,140
Extraordinary Aid 14-1-15	14-100-034-5120-475	3,485	7/1/14	6/30/15	-	3,485	(3,485)	-	-	-	-	-	3,485
Extraordinary Aid 13-1-14	14-100-034-5120-475	333,770	7/1/13	6/30/14	-	-	-	(17,507)	-	-	-	-	17,507
Reimbursed Non Public Transportation Costs	N/A	16,734	7/1/13	6/30/14	(16,734)	-	-	-	-	-	-	-	-
Reimbursed Non Public Transportation Costs	N/A	23,772	7/1/14	6/30/15	-	16,734	(16,734)	-	-	-	-	-	-
Department of Children & Families Homeless Tuition Aid	N/A	1,174,946	7/1/14	6/30/15	-	1,174,946	(1,174,946)	(1)	e.	-	-	(57,163)	1,174,946
Reimbursed TPAF Social Security Contributions	15-495-034-5095-002	-	7/1/14	6/30/15	-	9,421,972	(9,421,972)	(1)	e.	-	-	(98,442)	1,174,946
Total General Fund													9,503,679
Enterprise Fund:													
Adult Basic Skills Grant Program	3-67144-9701	53,241	7/1/14	6/30/15	-	44,360	(53,241)	-	-	-	-	(8,881)	53,241
Adult Basic Skills Grant Program	3-67144-9701	69,703	7/1/13	6/30/14	(10,807)	10,769	(10,807)	38	d.	-	-	(8,881)	53,241
Total Enterprise Fund													53,241
Special Revenue Fund:													
Charter Education Aid	06-495-034-5120-053	5,661	7/1/05	6/30/06	132	-	-	-	-	-	-	-	-
Governor's School of Excellence Award	05-100-034-5063-298	25,000	9/1/05	6/30/06	4,979	-	-	-	-	-	-	-	-
Other Special Programs:													
Teacher Quality Mentoring Program	N/A	10,093	9/1/08	6/30/09	9,284	-	-	6,403	c.	-	-	-	5,371
Burlington County Municipal Alliance (BRAD)	N/A	18,505	1/1/15	6/30/15	-	15,295	(12,890)	-	-	-	-	-	12,890
Burlington County Municipal Alliance (BRAD)	N/A	14,312	1/1/14	6/30/14	-	-	-	(5,891)	a.	-	-	-	-
Subaru of America Foundation Grant	N/A	5,000	7/1/10	6/30/11	987	5,891	-	-	-	-	-	-	-
Bordentown Regional School District Education Foundation	N/A	11,605	7/1/14	6/30/15	1,640	11,605	(11,533)	-	-	-	-	-	11,533
Nelson Stevers Library Grant	N/A	3,639	7/1/13	6/30/14	4,897	-	-	94	b.	-	-	-	4,448
Nelson Stevers Library Grant	N/A	2,625	7/1/12	6/30/13	28	-	-	-	-	-	-	-	28
Nelson Stevers Library Grant	N/A	3,685	7/1/11	6/30/12	75	-	-	-	-	-	-	-	75
Bristol-Myers Squibb - Rutgers University Science Grant	N/A	7,000	7/1/07	6/30/08	22,093	20,900	(53,242)	606	-	-	-	-	34,242
Total Special Revenue Fund													18,842
State Department of Education:													
Debt Service Fund:													
Debt Service Aid Type II	15-100-034-5120-125	177,171	7/1/14	6/30/15	-	177,171	(177,171)	-	-	-	-	-	177,171
Total Debt Service Fund													177,171
State Department of Agriculture:													
Enterprise Fund:													
State School Lunch Program	15-100-010-3330-023	7,754	7/1/14	6/30/15	-	6,943	(7,754)	-	-	-	-	-	7,754
State School Lunch Program	14-100-010-3330-023	7,370	7/1/13	6/30/14	(936)	936	-	(791)	-	-	-	-	-
Total Enterprise Fund													7,754
Total State Financial Assistance Subject to OMB 04-04													18,842
On-Behalf TPAF Contributions Not Subject to OMB 04-04													9,276,067
On-Behalf TPAF Pension Contributions	15-495-034-5095-006	795,654	7/1/14	6/30/15	-	795,654	(795,654)	-	-	-	-	-	-
On-Behalf TPAF Post-Retirement Medical	15-495-034-5095-001	1,263,101	7/1/14	6/30/15	-	1,263,101	(1,263,101)	-	-	-	-	-	-
Total State Financial Assistance													9,276,067
													9,276,067

a. Repayment of prior year balances
b. Prior year accounts payable cancelled.
c. Refund of prior year payment.
d. Cancelled.
e. Rounding.

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2015

Note 1: GENERAL

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

Note 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures and awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3: RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

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

The net adjustment to reconcile from budgetary basis to the GAAP basis is (\$3,533) for the general fund and \$1,096 for the special revenue fund. See Note A (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenues are reported in the Board's basic financial statements on GAAP basis as presented below.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2015

Note 3: RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

	<u>Federal</u>	<u>State/ Local</u>	<u>Total</u>
General Fund	\$ 49,647	\$ 11,558,901	\$ 11,608,548
Special Revenue Fund	917,427	37,388	954,815
Capital Projects Fund	0	0	0
Debt Service Fund	0	177,171	177,171
Enterprise Funds	349,308	60,937	410,245
Total Financial Assistance	<u>\$1,316,382</u>	<u>\$ 11,834,397</u>	<u>\$ 13,150,779</u>

Note 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

Note 5: OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2015. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2015.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(continued)**

Section II - Schedule of Financial Statement Findings

[This section identified the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*. See the AICPA Audit Guide *Government Auditing Standards and Circular A-133 Audits* for further guidance on this schedule.]

There were no findings or questioned costs.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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

[This section identifies audit findings required to be reported by of Circular A-133 and NJOMB Circular Letter 15-08.]

FEDERAL AWARDS

There were no findings or questioned costs.

STATE AWARDS

There were no findings or questioned costs.

**SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE YEAR ENDED JUNE 30, 2015**

[This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with *Government Auditing Standards*, USOMB Circular A-133 and NJOMB's Circular 15-08.]

STATUS OF PRIOR-YEAR FINDINGS

FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs.

FEDERAL AWARDS

There were no findings or questioned costs.

STATE AWARDS

There were no findings or questioned costs.