

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

of the

**Northern Valley Regional High School Board of Education
Demarest, New Jersey**

For the Fiscal Year Ended June 30, 2015

Prepared by

**Northern Valley Regional High School Board of Education
Finance Department**

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

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Introductory Section



September 25, 2015

Honorable President and Members of the Board of Education

Northern Valley Regional High School District

Demarest, N.J. 07627

Dear Board Members:

The Comprehensive Annual Financial Report of the Northern Valley Regional High School District for the fiscal year ending June 30, 2015, is hereby submitted. Responsibility for both the accuracy of the data, completeness, and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in the report is accurate in all material respects. The report is designed to present an open review of the financial position and operational results of the District's various funds and account groups. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Northern Valley's MD&A can be found immediately following the "Independent Auditors" Report".

The comprehensive annual financial report is presented in five sections: (1) the introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. (2) The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report. (3) The supplementary schedules provide insight into the public school fiscal year. (4) The statistical section includes selected financial and demographic information, generally presented on a multiyear basis. (5) The single audit section of this report includes conformity with the provisions of the Single Audit Act of 1996 and the US Office of Management and Budget Circular A-133 "Audits of States, Local Governments and

Non-Profit Organizations" and State of New Jersey OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". The single audit section of this report includes the auditors' reports on the internal controls structure, compliance with applicable laws, regulations, findings and recommendations.

1) REPORTING ENTITY AND ITS SERVICES: The Northern Valley Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) in codification section 2100. The report includes funds and account groups of the District. The Northern Valley Regional High School District Board of Education and all its schools constitute the District's reporting entity.

The district is the Local Educational Agency responsible for twenty-one co-operative programs involving its constituent elementary schools. In addition to the constituent districts, it services the neighboring Alpine School District, which completes a Bergen County regional consortium that is recognized by the Department of Education. In cooperation with other Districts throughout Bergen County, the District's regional services are available on a tuition basis if the program size and space matches' student and professional staff needs. The overall program services students with disability on a local level and students from surrounding public schools. The program enhances the opportunity for shared professional services, curriculum development, and provides shared business and technology services for elementary districts.

The Northern Valley Regional School District is comprised of the municipalities of Closter, Demarest, and Haworth that are constituents of the high school in Demarest. Harrington Park, Northvale, Norwood, and Old Tappan are constituents of the high school at Old Tappan. The 17.3 square mile district has a population of 37,401 as per the 2010 census. The primary language spoken at home is: English 90.1% Korean 5.5%, Spanish 1.1%, Chinese .5%, Russian .5%, Hebrew .4%, Urda .3%, Gujarati .3%, and Other 2.1%. The districts mobility rate was .4% compared to the State target rate of 2%. All of the communities are considered upper middle class. The District's high schools house grades 9 through 12 with enrollments of 1,075 at Demarest High school and 1,284 at Old Tappan High School, based on the October 15, 2014 ASSA report. The Region III program leases two non-public school locations as well as classrooms at local district Public Schools to house 171 Special Education students from our sending Districts and surrounding towns.

The district's administrative building adjoins the high school at Demarest. The district is governed by an elected Board of Education, who serves three-year terms and is administrated by a Superintendent of Schools, School Business Administrator/Board Secretary, and other appropriate administrators and supervisors. The Board seats are proportionate to student enrollment by town. The current membership consists of Closter (2), Demarest (1), Haworth (1), Harrington Park (1), Northvale (1), Norwood (1), and Old Tappan (2).

The faculty consists of 279 teachers with 82.3% holding advanced degrees. This represents certified staff in the high schools and the regional programs. Often our staff members achieve recognition as outstanding educators.

The accomplishments of our students reflect their considerable talents and working relationship with the faculty and staff. The successes of our students extend far beyond the classroom and are demonstrated by the many awards and scholarships that they have received. Five Northern Valley Regional High School students met the requirements for designation as Finalists in the National Scholarship Competition.

2) *ECONOMIC CONDITION AND OUTLOOK:* The Northern Valley Regional High School District is economically stable. Unemployment in Bergen County is 7.1% as of 2013 and the per capita income is \$42,006 as of 2010. This is the latest information available on record. The district still remains the 4th highest amongst New Jersey counties and above state average. Bergen County, New Jersey is considered one of the wealthiest areas in the nation. The population of the area has remained stable since 1970. The population grew substantially between 1950 and 1970. School facilities were constructed to accommodate the educational needs. Additions were added to the school in 2004. State Aid to public school districts in New Jersey is based on the School Funding Reform Act.

The Act is an attempt to equalize educational expenditures per pupil between wealthy and poorer school districts. The last several years the Department of Education has abandoned the State Aid formulas, which support transportation aid, technology aid, special education aid, and bilingual aid due to the State financial debt. The State's inability to financially support public schools is a current topic of debate before the citizens. The District maintains a balance in their capital reserve account and set aside funds from the 2014-2015 year as a reserve to reduce subsequent tax levy. Uncertainty of state aid impacts the district's ability to plan future tax relief and facility upgrades.

The district received \$1,213,728 State Aid for the 2014-2015 school budget. Northern Valley Regional High School District recognized the State's contribution on behalf for TPAF Pension and Social Security. These contributions are equivalent to approximately 12% of the adjusted budget, while the school district State Aid is 2.35% of the net school budget. The district also recognized that the State of NJ has not funded the pension contribution stated in the fiscal section of the audit. Future funding of New Jersey school districts is uncertain at this time based on the States concerns that property taxes are the highest in the country.

3) *MAJOR INITIATIVES:* The Northern Valley Regional High School District is continuously planning for the future. The Board and Administration review educational programs and facility needs as part of the district's annual resources review. The

district developed a five year Long Range Facility Plan that was submitted to the State in October 2005. The report reflects the future needs of the district. The District has completed referendums in 2007 and 2009 to upgrade the mechanical system and secure the building envelope. The district amends the plan accordingly to reflect projects that have been completed during the school year.

4) INTERNAL ACCOUNTING CONTROLS: The administration 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 financial statements are prepared in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Specific accounting controls secure district assets by processes for receipt of revenue, disbursement of purchase orders and payroll. Receipts are recorded and reconciled. Purchasing controls include multiple signatures on purchasing requests and counter signatures on disbursements warrants. Additionally, new personnel go through a series of independent documentation before the payroll process begins. The administration provides controls that exceed minimum requirements in all of these areas.

As a recipient of federal and state awards, the District is responsible for providing an adequate internal control structure to ensure compliance to these programs. This internal control is subject to periodic evaluations by the District management. The single audit procedures are evaluated to assess the risk associated with the internal control structure, as it relates to compliance with federal and state award programs. The District process is adjusted accordingly to comply with any changes in the law and regulations.

5) BUDGETARY CONTROLS: The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual budget approved by the voters of the District. The budget reflected a 2% increase in the tax levy. Annual appropriated budgets are adopted for the general fund, the special revenue funds and the debt service fund. Capital Project budgets are approved for building infrastructure improvements and are funded from Capital Reserve or Long Term Debt. The fund budget amounts, as amended for the fiscal year, are reflected in the financial section. Expenditures are recorded by department and location for internal purposes. This permits supervisors and administrators to monitor encumbrances so not to exceed budgetary allocations.

6) ACCOUNTING SYSTEM 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 and account groups. These funds and account groups are explained in the "Notes to the Financial Statements, Note I."

7) DEBT ADMINISTRATION: The voters of the District approved a building project totaling \$29,881,000 on September 25, 2001. The State of New Jersey, in accordance with the Educational Facilities and Capital Financing Act, has earmarked a \$6,546,180 grant to support the funding for the project. The District funded \$23,334,000 with a \$10,000,000 sale in December 2001 and a \$13,334,000 sale in February 2002. On December 20, 2006, the district refunded the school bonds based on the balance of \$19,680,000.

On April 17, 2007 the voters approved a referendum for \$2,186,000 for renovations in Old Tappan and Demarest High Schools that included a new boiler, new biology labs, locker rooms and electrical upgrades. On June 29, 2007, the district funded the school bonds with a \$2,186,000 bond sale.

On April 21, 2009 the voters approved a referendum for improvements to roofs and exterior items such as windows and brick replacement for a total of \$3,816,888. The district funded the referendum with a bond sale of \$2,290,000.

The district total obligation in bonds as of June 30, 2015 is \$13,090,000 (see below) and represents 4.68% of the legal debt margin of \$279,854,050.

PURPOSE	DATE OF ISSUE	AMOUNT OF ISSUE	BALANCE JUNE 30, 2015
Refunding Bonds	12/20/2006	\$16,865,000.00	\$10,345,000.00
School Improvements; new boiler, new biology labs, locker rooms and electrical upgrade.	6/29/2007	\$2,186,000.00	\$760,000.00
School Improvements improvements to roofs and exterior items; windows and brick replacement	8/4/2009	\$2,290,000.00	\$1,985,000.00
DISTRICT TOTAL OBLIGATION AS OF JUNE 30, 2015			\$13,090,000.00

The district's additions at both high schools allow students to enjoy facilities that are appropriate for today's educational program. The district will discuss a prudent fiscal strategy during the 2015-2016 school year to provide the constituent districts with a favorable tax impact and maintain high quality facilities with reasonable longevity. The district borrowed funds from the Bergen County Improvement Authority to fund spread the cost of the improvement to the athletic fields over a five year period.

8) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements"; *Note 2 The District* has an approved policy authorizing the board secretary to invest current funds within the limitations of the State of New Jersey statutes. Excess funds are invested according to procedures on a continuous basis. This resulted in \$12,683.68 interest income for the 2014-2015 school year. This represents a increase in interest income from the previous year of \$11,749.39.

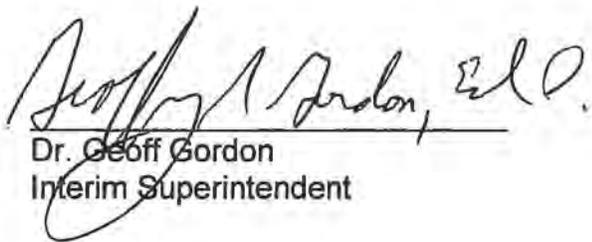
9) RISK MANAGEMENT: The Board of Education policy states that the appropriate insurance coverage is attained at the most reasonable cost. The Board carries several types of insurance including property and liability. Property insurance including all buildings and contents is limited to \$95,998,064 loss. Liability insurance is limited to \$61,000,000. All insurance claims are handled through the Board Secretary and the Board appointed risk manager. These insurance limits represent significant increases in coverage with a new insurance carrier, New Jersey School Board Association Insurance Group.

10) OTHER INFORMATION: State statutes require an annual audit by an independent certified public accountant or registered municipal accountant that is licensed as a public school accountant. The accounting firm of T.M. Vrabel & Associates, LLC was approved by the Board of Education.

In Addition to meeting the requirements set forth in state statutes, the audit is designed to meet the requirements of OMB Circular A-133 and State of New Jersey OMB Circular 15-08. The auditor's report on the general-purpose financial statements, combined and individual fund statements and other schedules are included in the financial section of this report. The auditor's report related specifically to the Federal and State Grant funds and State Aide are included in the single audit section of this report.

11) ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Northern Valley Regional High School District Board of Education for their concern in providing fiscal accountably to the citizens and taxpayers of the school district and thereby contributing their full support to the integrity and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our administration, support staff, and the financial and accounting staff.

Respectfully Submitted,


Dr. Geoff Gordon
Interim Superintendent


Joannette Femia
School Business Administrator/
Board Secretary

Programs

Neil Moles

Valley

Occupational & Physical Therapy

G & T

Senior Service

Professional Development

Teens & Tots

Little Tots

Athletic

Access

Curriculum Development

Summer Pre K

Summer K-8

Psychiatric

Speech Evaluations

Learning Evaluations

Behavior Evaluations

Social Skills – After School

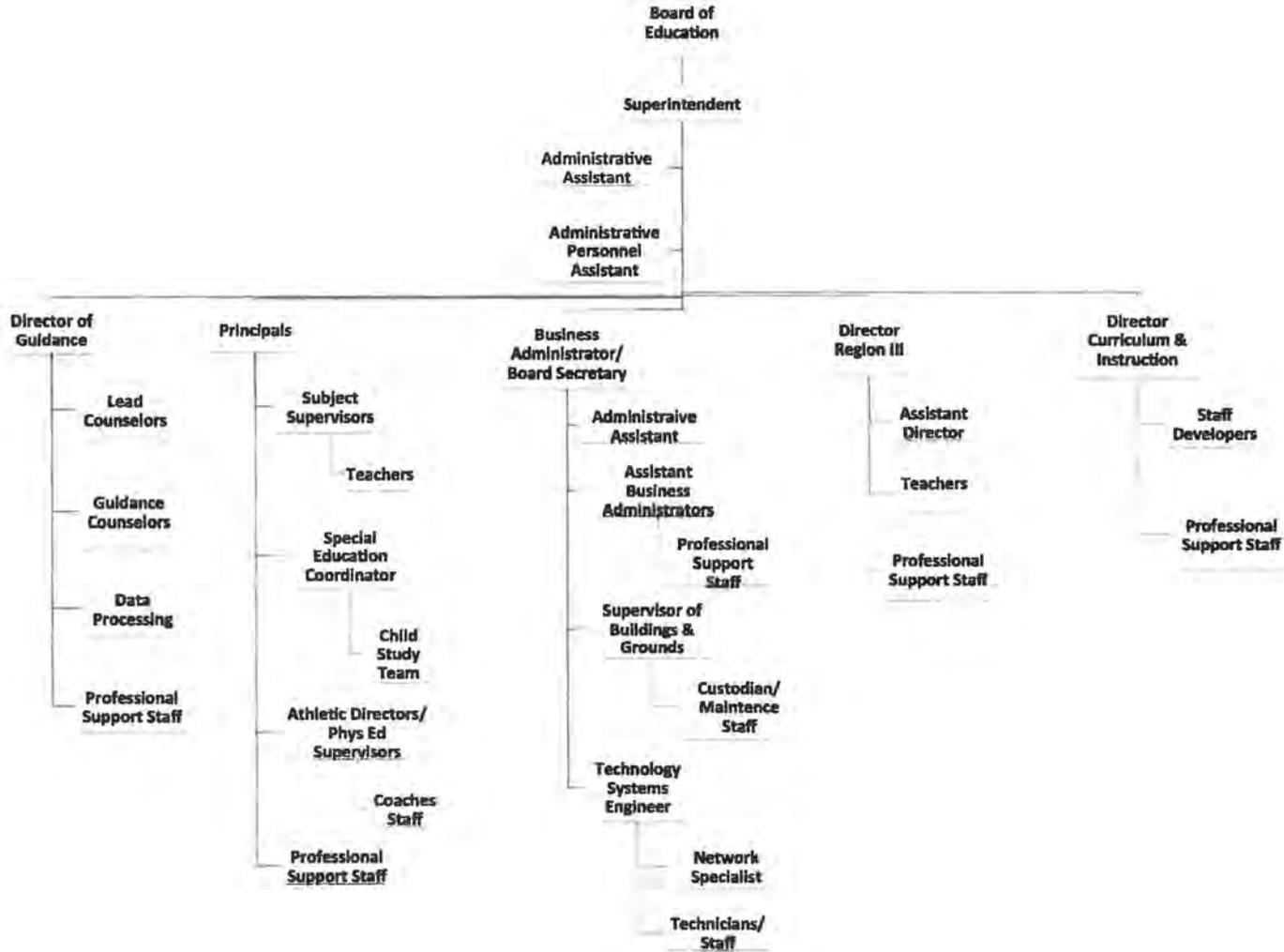
Junction

TIP

SLICE

NORTHERN VALLEY REGIONAL HIGH SCHOOL

ORGANIZATION CHART



NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

ROSTER OF OFFICIALS

JUNE 30, 2015

Members of the Board of Education

Term Expires

Mr. Louis DeLisio, President	2016
Mrs. Maria Kim, Vice President	2015
Mr. Joseph Argenziano	2017
Mrs. Alice Comer	2015
Mrs. Kathy Fable	2015
Mrs. Tiffany Kaplan	2017
Dr. George Kipel	2016
Mr. John Passalacqua	2015
Mr. John Schettino	2017

Other Officials

Title

Mr. Lawrence Hughes	Interim Superintendent
Mrs. Joannette Femia	Business Administrator/Board Secretary
Mrs. Patricia DeRiso	Assistant Business Administrator
Mrs. Louise Napolitano	Assistant Business Administrator
Mr. Paul Stabile	Assistant Business Administrator
Mr. James Santana	Principal, NVRHS at Demarest
Dr. Bruce Sabatini	Principal, NVRHS at Old Tappan

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Consultants and Advisors

Architect

Joseph Cecco
14 Broad Avenue
Norwood, New Jersey 07648

Attorney

Cleary Jacobee Alfieri Jacobs
5 Ravine Drive
Matawan, New Jersey 07747

Auditor

T.M. Vrabel & Associates, LLC
350 Main Road, Suite 104
Montville, New Jersey 07045

Official Depository

Columbia Bank
19-01 Route 208 North
Fair Lawn, New Jersey 07410

Valley National Bank
1460 Valley Road
Wayne, New Jersey 07470

Financial Section

Independent Auditor's Report

T. M. Vrabel & Associates, LLC

Accountants and Auditors

Timothy M. Vrabel, RMA, PSA
Chris C. Hwang, CPA

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Northern Valley Regional High School District
County of Bergen, New Jersey

Report on the Financial Statements

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Northern Valley Regional High School District as of and for the 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 the accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on Page 14 through 20 and budgetary comparison information of schedules C-1 and C-2 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

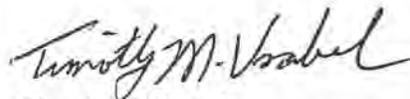
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Northern Valley Regional High School District's basic financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules, statistical tables and the Schedules of Expenditures of Federal Awards and State Financial Assistance as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and New Jersey OMB's Circular 15-08, 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.

The combining and individual fund financial statements, long-term debt schedules and the Schedules of Expenditures of Federal Awards and State Financial Assistance is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, long-term debt schedules and the Schedules of Expenditures of Federal Awards and State Financial Assistance is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated September 25, 2015 on our consideration of the Northern Valley Regional High School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Northern Valley Regional High School District's internal control over financial reporting and compliance.



Timothy M. Vrabel
Public School Accountant
License No. CS000698



Chris C. W. Hwang
Certified Public Accountant
License No. CC033704

Montville, New Jersey
September 25, 2015

**REQUIRED SUPPLEMENTARY INFORMATION -
PART I**

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Northern Valley Regional High School District financial activities for the fiscal year ended June 30, 2015. Please read it in conjunction with the transmittal letter on page 1 and the District's financial statements, which begin on page 23.

FINANCIAL HIGHLIGHTS

- The District's net position increased \$2,195,000 as a result of this year's operations. Net position of our business-type activities increased \$323,000 or 5.9 percent, and net position of our governmental activities increased \$1,872,000 or 49.5 percent due to the paydown of long-term debt.
- Total cost of all of the District's programs was \$78.627 million in 2014-2015 compared to \$77.159 million in 2013-2014.
- During the year, the District had expenses for governmental activities that were \$346,000 less than the \$58.812 million generated in tax and other program revenues

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 23 and 24) provide information about the activities of the District as a whole and present a longer-term view on the District's finances. Fund financial statements start on page 27. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operation in more detail than the government-wide statements by providing information about the District's most financially significant funds

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the District as a whole begins on page 16. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's *net position* and changes in them. You can think of the District's net position, the difference between assets and liabilities, as one way to measure the District's financial health, or *financial position*. Over time, *increases* or *decreases* in the District's net position are one indicator whether its *financial health* is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the District's property tax base, and the condition of the District's capital assets to assess the overall *health* of the District.

In the Statement of Net Position and the Statement of Activities, we divide the District into two kinds of activities:

- **Governmental activities:** most of the District's basic services are reported here, including general administration. Local taxes, tuition and state and federal aid finance most of these activities.
- **Business-type-activities:** the District has ten proprietary funds as shown on pages 92, 93 and 94.

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds begins on page 18. The fund financial statements begin on page 27 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

Governmental funds: most of the District's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation on page 29.

Proprietary funds: when the District charges customers for the full cost of the services it provides, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the District's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The District as Trustee

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or *fiduciary*, for the Unemployment Compensation Trust, Scholarship Funds and Agency Funds. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position on pages 35 and 36. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE DISTRICT AS A WHOLE

The District's *combined* net position changed from a year ago, increasing from 1.652 million to 3.847 million. Looking at the net position and net expenses of governmental and business-type activities separately, different stories emerge. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the District's governmental and business-type activities as of June 30.

Table 1
Net Position (in Thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Current and other assets	4,360	3,607	5,847	5,581	10,207	9,188
Long term receivables					-	-
Capital assets	8,325	8,950	143	108	8,468	9,058
Total assets	<u>12,685</u>	<u>12,557</u>	<u>5,990</u>	<u>5,689</u>	<u>18,675</u>	<u>18,246</u>
Long-term debt outstanding	14,279	15,896	140	138	14,419	16,034
Other liabilities	312	439	96	121	408	560
Total liabilities	<u>14,591</u>	<u>16,335</u>	<u>236</u>	<u>259</u>	<u>14,827</u>	<u>16,594</u>
Net position:						
Net investment in capital assets	(4,765)	(5,680)	143	108	(4,622)	(5,572)
Restricted	2,577	1,632			2,577	1,632
Unrestricted (deficit)	282	270	5,610	5,322	5,892	5,592
Total net position	<u>(1,906)</u>	<u>(3,778)</u>	<u>5,753</u>	<u>5,430</u>	<u>3,847</u>	<u>1,652</u>

Net position of the District's governmental activities increased by 49.5 percent due to the paydown of long-term debt. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased \$12,000. Restricted net position, those restricted mainly for capital projects increased \$945,000. The net investment in capital assets category increased \$915,000.

Table 2
Changes in Net Position (in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
<u>Revenues</u>						
Program revenues:						
Charges for Services	530	653	21,518	22,250	22,048	22,903
Operating Grants and Contributions	7,568	8,169			7,568	8,169
General revenues:						
Property Taxes	50,095	48,614			50,095	48,614
Tuition	336	316			336	316
Federal and State Aid	81	39			81	39
Interest and Investment Earnings	13	13	6	5	19	18
Adjustment to Capital Assets		(937)			-	(937)
Other General Revenues	189	143			189	143
NJSDA Grants	485	(23)	-	-	485	(23)
Total Revenues	59,297	56,987	21,524	22,255	80,336	79,265
<u>Program expenses including indirect expenses</u>						
Instruction:						
Regular	26,514	25,456			26,514	25,456
Special	3,613	2,956			3,613	2,956
Other instruction	2,574	2,706			2,574	2,706
Support services:						
Tuition	4,339	3,954			4,339	3,954
Student and instruction related services	7,700	7,959			7,700	7,959
School administrative services	3,500	3,657			3,500	3,657
General and business administrative services	1,888	2,262			1,888	2,262
Plant operations and maintenance	4,954	5,103			4,954	5,103
Pupil transportation	1,641	1,655			1,641	1,655
Special schools	24	68			24	68
SDA Debt Service Assessment	67	67			67	67
Interest on long-term debt	612	683			612	683
Business-type activities:						
Non-Major Programs			1,540	1,468	1,540	1,468
Technical Services			1,551	2,307	1,551	2,307
Regional Cooperative Program			1,184	929	1,184	929
Regional Transportatio			1,694	1,740	1,694	1,740
Regional Special Education			15,232	14,189	15,232	14,189
Total Expenses	57,426	56,526	21,201	20,633	78,627	77,159
Increase (Decrease) in Net Position	1,871	461	323	1,622	1,709	2,106

THE DISTRICT'S FUNDS**Governmental Activities****Table 3****Information below compares revenues and expenditures for all governmental fund types for 2014-2015 and 2013-2014.**

(\$000 omitted)

<u>Revenues by Source:</u>	<u>2014-2015</u>	<u>2013-2014</u>	<u>% Change</u>
Local Tax Levy	50,616	49,203	2.87%
Tuition Charges	346	379	-8.71%
Interest Earned to Investments	13	12	8.33%
Miscellaneous	268	210	27.62%
Total - Local Sources	51,243	49,804	2.89%
State Sources	6,809	7,409	-8.10%
Federal Sources	760	733	3.68%
Total Revenues	<u>58,812</u>	<u>57,946</u>	1.49%

(\$000 omitted)

<u>Expenditures by Function:</u>	<u>2014-2015</u>	<u>2013-2014</u>	<u>% Change</u>
Current:			
Regular Instruction	19,927	19,240	3.57%
Special education	2,795	2,241	24.72%
Other instruction	1,981	2,053	-3.51%
Support Services and undistributed costs:			
Tuition	4,339	3,954	9.74%
Student and instruction related services	6,097	6,253	-2.49%
School administrative services	2,642	2,550	3.61%
General and Business administrative services	1,588	1,833	-13.37%
Plant operations and maintenance	4,176	4,325	-3.45%
Pupil transportation	1,587	1,598	-0.69%
Employee Benefits	10,925	12,056	-9.38%
Capital Outlay	191	601	-68.22%
Special Schools	18	51	-64.71%
Debt Service:			
Principal	1,540	1,465	5.12%
Interest on long-term debt	642	711	-9.70%
Total Expenditures	<u>58,448</u>	<u>58,931</u>	-0.82%

Business-type Activities

District's major Enterprise Funds consist mainly of Technical Services, Regional Cooperative Programs, Regional Transportation and Regional Special Education. The basic financial statements for the major funds are included in this report. Because the focus on business-type funds is a cost of service measurement or capital maintenance, we have included these funds in Table 4, which demonstrates return on ending assets and return on ending net position.

Table 4

(\$000 omitted)	Non-Major <u>Programs</u>	Technical <u>Services</u>	Regional Cooperative <u>Program</u>	Regional <u>Transportation</u>	Regional Special <u>Education</u>
Total Assets	165	370	742	474	4,238
Net Position	120	306	674	471	4,183
Change in Net Position	-63	-232	151	275	194
Return on Ending Total Assets	-38.18%	-62.70%	20.35%	58.02%	4.58%
Return on Ending Net Position	-52.50%	-75.82%	22.40%	58.39%	4.64%

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Table 5

Capital Assets at Year-end (Net of Depreciation, in thousands)

	Governmental <u>Activities</u>		Business-type <u>Activites</u>		<u>Totals</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Land	2,299	2,299			2,299	2,299
Land Improvements	6,456	6,456			6,456	6,456
Buildings	16,644	16,610			16,644	16,610
Machinery and Equipment	2,370	2,281	291	231	2,661	2,512
Construction-in-progress	-	-	-	-	-	-
Subtotal	27,769	27,646	291	231	28,060	27,877
Accumulated Depreciation	(19,444)	(18,696)	(148)	(123)	(19,592)	(18,819)
Totals	8,325	8,950	143	108	8,468	9,058

The District's 2015-2016 capital budget anticipates a spending level of \$189,176 for capital projects to be funded by the district's operating budget for various equipment and renovations. More detailed information about the district's capital assets is presented in Note III:C. to the basic financial statements.

DEBT

At year- end the District had total debt of \$13.091 million outstanding versus \$14.631 million last year – a decrease of 10.52 percent as shown in Table 6.

Outstanding Debt, at year –end (in thousands) Table 6

	Governmental Activities	
	2015	2014
Serial Bonds	13,090	14,630
Loans		
Lease Purchase Agreement		
Temporary Notes		
Authorized but not Issued		
	<u>1</u>	<u>1</u>
	<u>13,091</u>	<u>14,631</u>

An analysis of District Debt is presented in Note IV: B. to the basic financial statements.

BUDGETS

The variances between the originally adopted budget for the year 2014-2015, and the final budget were caused by the treatment of encumbrances that are added to the original budget. In addition, the State pension payments, which are paid by the State on behalf of employees are not budgeted, however they are counted as an expense in the audit.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the School Business Administrator, Northern Valley Regional High School District, 162 Knickerbocker Road, Demarest, New Jersey, 07627.

BASIC FINANCIAL STATEMENTS

Section A

DISTRICT – WIDE FINANCIAL STATEMENTS

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Net Position
June 30, 2015**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 671,238.22	\$ 4,133,118.54	\$ 4,804,356.76
Receivables, net	1,398,925.20	1,709,913.90	3,108,839.10
Interfund receivable	65,111.85		65,111.85
Inventory		3,538.15	3,538.15
Restricted assets:			
Cash and cash equivalents	568,190.77		568,190.77
Capital reserve account - cash	1,656,069.55		1,656,069.55
Capital assets, net (Note III:C.):	<u>8,325,477.23</u>	<u>142,938.70</u>	<u>8,468,415.93</u>
Total Assets	<u>12,685,012.82</u>	<u>5,989,509.29</u>	<u>18,674,522.11</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>1,699,530.00</u>		<u>1,699,530.00</u>
Total Deferred Outflows of Resources	<u>1,699,530.00</u>		<u>1,699,530.00</u>
LIABILITIES			
Accounts payable	27,292.32	28,872.28	56,164.60
Deposits payable		3,749.05	3,749.05
Interfund payable		52,000.08	52,000.08
Payable to state government	13,710.76		13,710.76
Bond interest payable	239,833.34		239,833.34
Unearned revenue	31,416.08	11,834.62	43,250.70
Noncurrent liabilities (Note IV:B.):			
Due within one year	1,665,541.00		1,665,541.00
Due beyond one year	<u>35,130,843.03</u>	<u>139,874.32</u>	<u>35,270,717.35</u>
Total liabilities	<u>37,108,636.53</u>	<u>236,330.35</u>	<u>37,344,966.88</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>2,398,689.00</u>		<u>2,398,689.00</u>
Total Deferred Inflows of Resources	<u>2,398,689.00</u>		<u>2,398,689.00</u>
NET POSITION			
Net Investment in capital assets	(4,764,522.77)	142,938.70	(4,621,584.07)
Restricted for:			
Capital projects	2,200,955.77		2,200,955.77
Debt service	(238,862.04)		(238,862.04)
Other purposes	614,571.52		614,571.52
Unrestricted	<u>(22,934,925.19)</u>	<u>5,610,240.24</u>	<u>(17,324,684.95)</u>
Total Net Position	<u>\$ (25,122,782.71)</u>	<u>\$ 5,753,178.94</u>	<u>\$ (19,369,603.77)</u>

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH 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	\$ 26,538,160.58	\$ -	\$ 2,750,215.01	\$ -	\$ (23,787,945.57)	\$ -	\$ (23,787,945.57)
Special education	3,616,024.19		1,165,044.27		(2,450,979.92)		(2,450,979.92)
Other instruction	2,575,775.83		246,789.79		(2,328,986.04)		(2,328,986.04)
Support services:							
Tuition	4,339,031.97		1,454,358.82		(2,884,673.15)		(2,884,673.15)
Student and instruction related services	7,706,166.35		947,724.33		(6,758,442.02)		(6,758,442.02)
School administrative services	3,503,751.71		364,756.07		(3,138,995.64)		(3,138,995.64)
General and business administrative services	1,888,459.12		115,259.76		(1,773,199.36)		(1,773,199.36)
Plant operations and maintenance	4,957,167.62		319,076.57		(4,638,091.05)		(4,638,091.05)
Pupil transportation	1,641,396.41		109,680.51		(1,531,715.90)		(1,531,715.90)
Special schools	24,080.86	9,913.00	2,422.12		(11,745.74)		(11,745.74)
SDA Debt Service Assessment	67,210.00				(67,210.00)		(67,210.00)
Interest on long-term debt	612,132.82	519,926.83	92,206.00		0.01		0.01
Total governmental activities	<u>57,469,357.46</u>	<u>529,839.83</u>	<u>7,567,533.25</u>	<u>-</u>	<u>(49,371,984.38)</u>	<u>-</u>	<u>(49,371,984.38)</u>
Business-type activities:							
Non-Major Programs	1,540,339.18	1,477,105.40			(63,233.78)		(63,233.78)
Technical Services	1,550,888.10	1,318,641.83			(232,246.27)		(232,246.27)
Regional Cooperative Program	1,183,505.34	1,334,198.00			150,692.66		150,692.66
Regional Transportation	1,694,079.60	1,968,757.30			274,677.70		274,677.70
Regional Special Education	15,232,291.70	15,419,457.65			187,165.95		187,165.95
Total business-type activities	<u>21,201,103.92</u>	<u>21,518,160.18</u>	<u>-</u>	<u>-</u>	<u>317,056.26</u>	<u>-</u>	<u>317,056.26</u>
Total primary government	<u>\$ 78,670,461.38</u>	<u>\$ 22,048,000.01</u>	<u>\$ 7,567,533.25</u>	<u>\$ -</u>	<u>\$ (49,371,984.38)</u>	<u>\$ 317,056.26</u>	<u>\$ (49,054,928.12)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes				\$ 48,526,678.00	\$ -		\$ 48,526,678.00
Property taxes, levied for debt service principal				1,569,746.17			1,569,746.17
Federal and State aid not restricted				81,488.99			81,488.99
Tuition (other than special schools)				336,070.84			336,070.84
Investment Earnings				12,683.68	6,239.39		18,923.07
Miscellaneous Income				187,836.52			187,836.52
N.J. School Development Authority Grants				484,902.00			484,902.00
Total general revenues, special items, extraordinary items and transfers				<u>51,199,406.20</u>	<u>6,239.39</u>		<u>51,205,645.59</u>
Change in Net Position				1,827,421.82	323,295.65		2,150,717.47
Net Position—beginning, as restated				(26,950,204.53)	5,429,883.29		(21,520,321.24)
Net Position—ending				<u>\$ (25,122,782.71)</u>	<u>\$ 5,753,178.94</u>		<u>\$ (19,369,603.77)</u>

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

Section B
FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 623,937.27	\$ 47,717.73	\$ 568,190.77	\$ (416.76)	\$ 1,239,428.98
Interfunds receivable	299,430.32			1,388.08	300,818.40
Receivables from other governments	911,951.20	1,668.00	484,902.00		1,398,521.20
Other receivables		404.00			404.00
Restricted cash and cash equivalents	<u>1,656,069.55</u>	-	-	-	<u>1,656,069.55</u>
Total Assets	<u>\$ 3,491,388.34</u>	<u>\$ 49,789.73</u>	<u>\$ 1,053,092.77</u>	<u>\$ 971.30</u>	<u>\$ 4,595,242.14</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 17,641.93	\$ 9,650.39	\$ -	\$ -	\$ 27,292.32
Interfunds payable			235,706.55		235,706.55
Payable to state government		13,710.76			13,710.76
Unearned revenue	<u>4,987.50</u>	<u>26,428.58</u>	-		<u>31,416.08</u>
Total Liabilities	<u>22,629.43</u>	<u>49,789.73</u>	<u>235,706.55</u>		<u>308,125.71</u>
Fund Balances:					
Restricted for:					
Capital Reserve Account	1,656,069.55				1,656,069.55
Capital Projects			544,886.22		544,886.22
Debt Service				971.30	971.30
Assigned to:					
Other Purposes	342,071.52		272,500.00		614,571.52
Designated for Subsequent Year's Expenditures	500,000.00				500,000.00
Unassigned	<u>970,617.84</u>		-	-	<u>970,617.84</u>
Total Fund Balances	<u>3,468,758.91</u>	-	<u>817,386.22</u>	<u>971.30</u>	<u>4,287,116.43</u>
Total Liabilities and Fund Balances	<u>\$ 3,491,388.34</u>	<u>\$ 49,789.73</u>	<u>\$ 1,053,092.77</u>	<u>\$ 971.30</u>	

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

Adjustment to Debt Service Fund net position for the accrual of interest expense.	(239,833.34)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$27,769,352.19 and the accumulated depreciation is \$19,443,874.96.	8,325,477.23
Pension liabilities net of deferred outflows and inflows of resources	(23,216,458.00)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note IV.B.)	<u>(14,279,085.03)</u>
Net position of governmental activities	<u>\$ (25,122,782.71)</u>

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local sources:					
Local tax levy	\$ 48,526,678.00	\$ -	\$ -	\$ 2,089,673.00	\$ 50,616,351.00
Tuition charges	345,983.84				345,983.84
Interest earned on investments	10,397.91		520.43		10,918.34
Interest earned on Capital Reserve Funds	1,765.34				1,765.34
Miscellaneous	187,836.52	79,957.86	-	-	267,794.38
Total - Local Sources	49,072,661.61	79,957.86	520.43	2,089,673.00	51,242,812.90
State sources	6,592,612.14	124,441.24		92,206.00	6,809,259.38
Federal sources	-	759,805.00	-	-	759,805.00
Total Revenues	55,665,273.75	984,204.10	520.43	2,181,879.00	58,811,877.28
EXPENDITURES					
Current:					
Regular instruction	19,732,382.00	194,480.28			19,926,862.28
Special education instruction	2,304,802.89	490,229.00			2,794,831.89
Other instruction	1,980,532.35				1,980,532.35
Support services and undistributed costs:					
Tuition	4,339,031.97				4,339,031.97
Student and instruction related services	5,833,077.13	263,886.82			6,096,963.95
School administrative services	2,642,591.89				2,642,591.89
General and business administrative services	1,587,750.15				1,587,750.15
Plant operations and maintenance	4,176,151.77				4,176,151.77
Pupil transportation	1,587,074.64				1,587,074.64
Unallocated benefits	10,909,396.70	15,608.00			10,925,004.70
Special schools	18,339.41				18,339.41
Capital outlay	190,616.01				190,616.01
Debt service:					
Principal				1,540,000.00	1,540,000.00
Interest and other charges	-	-		642,296.89	642,296.89
Total Expenditures	55,301,545.91	984,204.10	-	2,182,296.89	58,448,047.90
Excess (Deficiency) of revenues over expenditures	363,726.84	-	520.43	(417.89)	363,829.38
OTHER FINANCING SOURCES AND (USES)					
N.J.S.D.A. Grants			484,902.00		484,902.00
Transfers in			336,200.00	520.43	336,720.43
Transfers (out)	(336,200.00)		(520.43)	-	(336,720.43)
Total Other Financing Sources and (Uses)	(336,200.00)	-	820,581.57	520.43	484,902.00
Net change in fund balances	27,526.84	-	821,102.00	102.54	848,731.38
Fund Balance—July 1	3,441,232.07	-	(3,715.78)	868.76	3,438,385.05
Fund Balance—June 30	\$ 3,468,758.91	\$ -	\$ 817,386.22	\$ 971.30	\$ 4,287,116.43

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2015**

Total net change in fund balances - governmental funds (from B-2)	\$ 848,731.38
Amounts reported for governmental activities in the statement of activities (A-2) are different because:	
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The difference in accrued interest is an addition in the reconciliation. (+)	
Interest paid	\$ 642,296.89
Interest accrued	<u>(612,132.82)</u>
	30,164.07
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	(748,249.83)
Capital outlays (exclusive of capital lease principal payments and SDA Debt Service Assessment)	<u>123,406.01</u>
	(624,843.82)
Adjustment to Capital Assets in accordance with physical appraisal and dispositions	
	-
In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-)	
	-
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and unused sick pay) 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 in the reconciliation (+).	
	77,313.19
Governmental funds report district pension contributions as expenditures. In the statement of activities, however, the cost of pension benefits earned net of employee contributions is reported as pension expense.	
District pension contributions - PERS	991,465.00
Cost of benefits earned net of employees contributions	<u>(1,035,408.00)</u>
	(43,943.00)
Payment of long-term liability principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.	
Debt principal	1,540,000.00
Capital lease principal	-
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 assets.	
Proceeds of long-term debt	-
Capital lease proceeds	-
Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)	
	-
Change in net position of governmental activities	\$ <u>1,827,421.82</u>

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

PROPRIETARY FUNDS

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2015

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Fund	
	Non-Major Programs	Technical Services	Regional Cooperative Program	Regional Transportation	Regional Special Education		Totals
ASSETS							
Current Assets:							
Cash and cash equivalents	\$ 113,598.63	\$ (42,611.08)	\$ 708,371.29	\$ (24,354.07)	\$ 3,376,113.77	\$ 4,133,118.54	\$ 58,743.60
Interfund receivable	-	-	-	-	-	-	52,000.00
Other receivables	22,024.25	413,020.08	33,240.00	498,646.11	742,983.46	1,709,913.90	7,324.00
Inventories	3,538.15	-	-	-	-	3,538.15	-
Total Current Assets	<u>139,161.03</u>	<u>370,409.00</u>	<u>741,611.29</u>	<u>474,292.04</u>	<u>4,121,097.23</u>	<u>5,846,570.59</u>	<u>118,067.60</u>
Noncurrent assets:							
Furniture, machinery and equipment	55,886.11	-	-	-	234,665.82	290,551.93	-
Less accumulated depreciation	(30,345.24)	-	-	-	(117,267.99)	(147,613.23)	-
Total Noncurrent Assets	<u>25,540.87</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>117,397.83</u>	<u>142,938.70</u>	<u>-</u>
Total Assets	<u>164,701.90</u>	<u>370,409.00</u>	<u>741,611.29</u>	<u>474,292.04</u>	<u>4,238,495.06</u>	<u>5,989,509.29</u>	<u>118,067.60</u>
LIABILITIES							
Current Liabilities:							
Accounts payable	27,933.16	-	55.12	884.00	-	28,872.28	-
Unearned revenue	11,834.62	-	-	-	-	11,834.62	-
Interfund payable	0.08	52,000.00	-	-	-	52,000.08	-
Deposits Payable	900.00	-	-	2,849.05	-	3,749.05	-
Total Current Liabilities	<u>40,667.86</u>	<u>52,000.00</u>	<u>55.12</u>	<u>3,733.05</u>	<u>-</u>	<u>96,456.03</u>	<u>-</u>
Noncurrent Liabilities:							
Compensated absences	3,858.75	12,908.75	67,399.56	-	55,707.26	139,874.32	29,345.14
Total Noncurrent Liabilities	<u>3,858.75</u>	<u>12,908.75</u>	<u>67,399.56</u>	<u>-</u>	<u>55,707.26</u>	<u>139,874.32</u>	<u>29,345.14</u>
Total Liabilities	<u>44,526.61</u>	<u>64,908.75</u>	<u>67,454.68</u>	<u>3,733.05</u>	<u>55,707.26</u>	<u>236,330.35</u>	<u>29,345.14</u>
NET POSITION							
Net investment in capital assets	25,540.87	-	-	-	117,397.83	142,938.70	-
Unrestricted	94,634.42	305,500.25	674,156.61	470,558.99	4,065,389.97	5,610,240.24	88,722.46
Total Net Position	<u>\$ 120,175.29</u>	<u>\$ 305,500.25</u>	<u>\$ 674,156.61</u>	<u>\$ 470,558.99</u>	<u>\$ 4,182,787.80</u>	<u>\$ 5,753,178.94</u>	<u>\$ 88,722.46</u>

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2015

Exhibit B-5

	Business-type Activities - Enterprise Funds					Totals	Governmental Activities - Internal Service Fund
	Non-Major Programs	Technical Services	Regional Cooperative Program	Regional Transportation	Regional Special Education		
Operating Revenues:							
Charges for services:							
Daily sales - non-reimbursable programs	\$ 878,908.60	\$ -	\$ -	\$ -	\$ -	\$ 878,908.60	\$ -
Special functions	59,578.35	-	-	-	-	59,578.35	-
Program fees	538,618.45	1,318,641.83	1,334,198.00	-	15,419,457.65	18,810,815.93	-
Transportation fees from other LEA's within the state	-	-	-	1,968,757.30	-	1,968,757.30	-
Services provided to other school districts	-	-	-	-	-	-	239,788.00
Total Operating Revenues	<u>1,477,105.40</u>	<u>1,318,641.83</u>	<u>1,334,198.00</u>	<u>1,968,757.30</u>	<u>15,419,457.65</u>	<u>21,518,160.18</u>	<u>239,788.00</u>
Operating Expenses:							
Cost of sales	429,420.54	-	-	-	-	429,420.54	-
Salaries	834,291.66	787,512.47	662,308.97	-	10,144,068.32	12,428,181.42	261,425.81
Employee benefits	73,062.00	56,807.29	139,107.09	-	3,808,451.01	4,077,427.39	7,683.38
Purchased professional services	39,598.28	59,594.07	308,364.08	-	159,765.60	567,322.03	-
Rentals	41,405.00	-	-	-	841,320.34	882,725.34	-
Other purchased services	68,454.10	-	40,153.17	1,694,079.60	43,127.09	1,845,813.96	-
Maintenance	5,085.17	-	-	-	-	5,085.17	-
General supplies	41,452.95	646,974.27	33,572.03	-	218,161.15	940,160.40	-
Depreciation	7,569.48	-	-	-	17,398.19	24,967.67	-
Total Operating Expenses	<u>1,540,339.18</u>	<u>1,550,888.10</u>	<u>1,183,505.34</u>	<u>1,694,079.60</u>	<u>15,232,291.70</u>	<u>21,201,103.92</u>	<u>269,109.19</u>
Operating Income (Loss)	<u>(63,233.78)</u>	<u>(232,246.27)</u>	<u>150,692.66</u>	<u>274,677.70</u>	<u>187,165.95</u>	<u>317,056.26</u>	<u>(29,321.19)</u>
Nonoperating Revenues (Expenses):							
Interest and investment revenue	-	-	-	-	6,239.39	6,239.39	-
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,239.39</u>	<u>6,239.39</u>	<u>-</u>
Income (loss) before contributions and transfers	(63,233.78)	(232,246.27)	150,692.66	274,677.70	193,405.34	323,295.65	(29,321.19)
Transfers in (out)	-	-	-	-	-	-	-
Change in net position	(63,233.78)	(232,246.27)	150,692.66	274,677.70	193,405.34	323,295.65	(29,321.19)
Total Net Position—Beginning	<u>183,409.07</u>	<u>537,746.52</u>	<u>523,463.95</u>	<u>195,881.29</u>	<u>3,989,382.46</u>	<u>5,429,883.29</u>	<u>118,043.65</u>
Total Net Position—Ending	<u>\$ 120,175.29</u>	<u>\$ 305,500.25</u>	<u>\$ 674,156.61</u>	<u>\$ 470,558.99</u>	<u>\$ 4,182,787.80</u>	<u>\$ 5,753,178.94</u>	<u>\$ 88,722.46</u>

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Fund	
	Non-Major Programs	Technical Services	Regional Cooperative Program	Regional Transportation	Regional Special Education		Totals
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers	\$ 1,474,007.31	\$ 1,442,132.27	\$ 1,304,208.00	\$ 2,051,381.48	\$ 14,917,589.67	\$ 21,189,328.73	259,234.00
Payments to employees	(833,287.91)	(787,311.22)	(662,211.92)	-	(10,143,658.89)	(12,426,449.74)	(232,080.67)
Payments for employee benefits	(73,062.00)	(56,807.29)	(139,107.09)	-	(3,808,451.01)	(4,077,427.39)	(7,683.38)
Payments to suppliers	(596,316.06)	(713,850.52)	(382,034.16)	(1,700,136.56)	(1,280,761.19)	(4,673,098.49)	(1,200.00)
Net cash provided by (used for) operating activities	<u>(28,638.66)</u>	<u>(115,836.76)</u>	<u>120,854.83</u>	<u>351,244.92</u>	<u>(315,271.22)</u>	<u>12,353.11</u>	<u>18,269.95</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Purchases of capital assets	-	-	-	-	(59,972.45)	(59,972.45)	-
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(59,972.45)</u>	<u>(59,972.45)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest and dividends	-	-	-	-	6,239.39	6,239.39	-
Net cash provided by (used for) investing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,239.39</u>	<u>6,239.39</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(28,838.66)	(115,836.76)	120,854.83	351,244.92	(369,004.28)	(41,379.95)	18,269.95
Balances—beginning of year	142,237.29	73,225.68	587,516.46	(375,598.99)	3,747,118.05	4,174,498.49	40,473.65
Balances—end of year	<u>\$ 113,598.63</u>	<u>\$ (42,611.08)</u>	<u>\$ 708,371.29</u>	<u>\$ (24,354.07)</u>	<u>\$ 3,378,113.77</u>	<u>\$ 4,133,118.54</u>	<u>\$ 58,743.60</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:							
Operating income (loss)	\$ (63,233.78)	\$ (232,248.27)	\$ 150,692.66	\$ 274,677.70	\$ 187,165.95	\$ 317,056.26	\$ (29,321.19)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:							
Depreciation and net amortization	7,569.48	-	-	-	17,398.19	24,967.67	-
(Increase) decrease in accounts receivable, net	6,050.20	123,490.44	(29,890.00)	94,824.18	(501,857.98)	(307,883.16)	19,446.00
(Increase) decrease in inventories	1,166.82	-	-	-	-	1,166.82	-
Increase (decrease) in unearned revenue and deposits payable	(9,148.29)	-	-	(12,000.00)	-	(21,148.29)	-
Increase (decrease) in accounts payable	27,933.18	(7,282.18)	55.12	(6,056.96)	(18,387.01)	(3,737.87)	(1,200.00)
Increase (decrease) in accrued salaries benefits	1,023.75	201.25	97.05	-	409.63	1,731.68	29,345.14
Total adjustments	<u>34,595.12</u>	<u>116,409.51</u>	<u>(29,837.83)</u>	<u>76,567.22</u>	<u>(502,437.17)</u>	<u>(304,703.15)</u>	<u>47,591.14</u>
Net cash provided by (used for) operating activities	<u>\$ (28,638.66)</u>	<u>\$ (115,836.76)</u>	<u>\$ 120,854.83</u>	<u>\$ 351,244.92</u>	<u>\$ (315,271.22)</u>	<u>\$ 12,353.11</u>	<u>\$ 18,269.95</u>

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

FIDUCIARY FUNDS

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Agency Fund
ASSETS			
Cash and cash equivalents	\$ 20,940.17	\$ 22,855.67	\$653,568.58
Total Assets	<u>\$ 20,940.17</u>	<u>\$ 22,855.67</u>	<u>\$653,568.58</u>
LIABILITIES			
Payable to district			\$ 65,111.77
Payable to student groups			553,680.43
Payroll deductions and withholdings			13,694.79
IRS Section 125 Plan			<u>21,081.59</u>
Total Liabilities			<u>\$653,568.58</u>
NET POSITION			
Held in trust for unemployment claims and other purposes	<u>\$ 20,940.17</u>		
Reserved for scholarships		<u>\$ 22,855.67</u>	

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH 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 member	\$ 81,326.90	\$ -
Board of Education	21,000.00	
Other	-	-
Total Contributions	<u>102,326.90</u>	<u>-</u>
Investment earnings:		
Interest	52.67	26.84
Net investment earnings	<u>52.67</u>	<u>26.84</u>
Total Additions	<u>102,379.57</u>	<u>26.84</u>
DEDUCTIONS		
Unemployment claims	114,785.84	
Scholarships awarded	-	1,150.00
Total Deductions	<u>114,785.84</u>	<u>1,150.00</u>
Change in Net Position	(12,406.27)	(1,123.16)
Net Position—beginning	<u>33,346.44</u>	<u>23,978.83</u>
Net Position—ending	<u>\$ 20,940.17</u>	<u>\$ 22,855.67</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies

A. Basis of Presentation

The financial statements of the Board of Education (Board) of the Northern Valley Regional High School District (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. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

B. Reporting Entity

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

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 of the District over which the Board exercises operating control. The operations of the District include two senior high schools located in Demarest and Old Tappan. 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.

C. Basic Financial Statements- Government-Wide Statements

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. The District's general and special revenue activities are classified as governmental activities. The District's Food Service Fund, Wee Tots, Teens and Tots, Swimming, Ice Hockey, SAT Classes, Technical Services, Regional Cooperative Program, Regional Transportation and Regional Special Education programs are classified as business-type activities.

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 are reported in three parts-invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

C. Basic Financial Statements- Government-Wide Statements

The government-wide Statement of Activities reports both the gross and net costs of each of the District's functions and business-type activities. The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student and instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, tuition, interest income, etc.).

- a. The District allocates indirect costs such as on-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The 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. Fiduciary funds are excluded from the government-wide financial statements.

D. Basic Financial Statements- Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities category are summarized into a single column. GASBS No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the GASB criteria are applied to proprietary funds.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

D. Basic Financial Statements- Fund Financial Statements (Continued)

The following fund types are used by the District:

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

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

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

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

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

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

Permanent Fund – A permanent fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

D. Basic Financial Statements- Fund Financial Statements (Continued)

Fund Balances – Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

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

Restricted – includes amounts restricted by external sources (creditors, laws or other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned.

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is uncured for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds as needed.

Proprietary Fund Type

The focus of Proprietary Fund measurement is upon determination of net income, changes in net position, financial position and cash flows. The generally accepted accounted principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

D: Basic Financial Statements- Fund Financial Statements (Continued)

Proprietary Fund Type (Continued)

The District's Enterprise Fund is comprised of the Food Service Fund, Wee Tots, Teens and Tots, Swimming, Ice Hockey, SAT Classes, Technical Services, Regional Cooperative Program, Regional Transportation and Regional Special Education programs.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Food Service and Regional Special Education Funds:	
Equipment	12 Years
Light Trucks and Vehicle	4 Years
Heavy Trucks and Vehicle	6 Years

Internal Service Fund – The Internal Service Fund has been established to account for the financing of business office services provided by the Northern Valley Regional High School District for use by two other districts within the County of Bergen, as well as for the Northern Valley Regional High School District itself. Services are provided on a cost-reimbursement basis.

Fiduciary Fund Types

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (Unemployment Compensation, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the governmentwide statements.

E. Basis of Accounting

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 of focus applied.

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when incurred,

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

E. Basis of Accounting (Continued)

2. Modified Accrual:

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

3. Revenues:

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes 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. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses and recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient. Program revenues, including tuition revenue, are reported as reductions to expenses in the Statement of Activities.

4. Expenditures:

Expenditures are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period of purchase.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

F. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November

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. 6:23-2.2(f). All budget amendments must be approved by School Board resolution. Appropriation of additional fund balance in the amount of \$434,721.84 and prior year encumbrances in the amount of \$355,597.92 were made during the year ended June 30, 2015. The Board of Education approved the following material budgetary appropriation transfers during the school year:

<u>Account Name</u>	<u>Amount</u>
Regular Programs – Instruction	
Grades 9-12 – Salaries of Teachers	\$ 378,782.92
Regular Programs – Undistributed Instruction:	
Other Purchased Services	774,972.95
Other Objects	(104,590.69)
Learning and/or Language Disabilities:	
Salaries of Teachers	117,896.80
Other Salaries for Instruction	94,749.30
Multiple Disabilities:	
Salaries of Teachers	90,027.00
Basic Skills/Remedial – Instruction:	
Salaries of Teachers	(165,850.00)
Undistributed Expenditures - Instructions	
Tuition to Other OEAs Within the State – Special	107,586.56
Undist. Expend. – Guidance	
Salaries of Other Professional Staff	60,062.44
Undist. Expend. – Child Study Team	
Salaries of Other Professional Staff	80,306.40
Other Salaries	(256,008.00)
Undist. Expend. – Supp. Serv. – General Admin.	
Other Purchased Professional Services	69,869.35
Undist. Expend. – Supp. Serv. – School Admin.	
Salaries of Principals/Assistant Principals/Supervisor of Instruction	56,418.07
Undist. Expend. – Supp. Serv. – Central Services	
Salaries	89,501.04
Undistributed Expend. – Allowable Maint. For School Facilities	
Cleaning, Repair and Maintenance Services	135,015.86
Undistributed Expend. – Custodial Services	
Other Purchased Property Services	81,921.52
Insurance	57,422.32

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

F. Budgets/Budgetary Control (Continued)

<u>Account Name</u>	<u>Amount</u>
Undist. Expend. – Student Transportation Serv.	
Contracted Services (Special Education Students) – Vendors	(63,083.89)
Unallocated Benefits	
Health Benefits	(610,745.17)
Facilities Acquisition and Construction Services	
Construction Services	98,050.00
Lease Purchase Agreements- Principal	(717,444.00)

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

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

The special revenue fund had no encumbrances at June 30, 2015.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

F. Budgets/Budgetary Control (Continued)

The reconciliation of the general and special revenue funds from the budgetary basis of accounting to the GAAP basis of accounting is as follows.

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 55,695,778.75	\$ 964,204.10
Difference - budget to GAAP:		
The last two State aid payments are recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense in accordance with GASB 33.	(30,505.00)	-
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 55,665,273.75</u>	<u>\$ 964,204.10</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 55,301,546.91	\$ 964,204.10
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 55,301,546.91</u>	<u>\$ 964,204.10</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

G. Assets, Liabilities and Fund Equity

1. Deposits and Investments

Deposits are cash and cash equivalents including petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Other than Certificates of Deposit, deposits with maturities of greater than three months are considered to be Investments. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

2. Short – term Interfund Receivables/Payables

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

3. Inventories

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method.

4. Capital Assets

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on the following assets is provided on the straight – line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and Equipment	5-10 years
Land Improvements	10-20 years
Other Infrastructure	10-50 years

Land and Construction in Progress are not depreciated.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

G. Assets, Liabilities and Fund Equity (Continued)

4. Capital Assets (Continued)

GASB No. 34 requires the District to report and depreciate new infrastructure assets effective with the beginning of the current year. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal years ending in 2006.

5. Compensated Absences

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will pay for the compensated absences. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations. (See Note X)

6. Unearned Revenue

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

G. Assets, Liabilities and Fund Equity (Continued)

7. Long – term Obligations

Long – term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long – term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government– wide presentations.

8. Fund Equity

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

9. Net Position

Net Position represents the difference between assets and liabilities in the District-wide financial statements. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted in the District-wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments

10. Use of Estimates

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

11. Allocation of Costs

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the original budgetary expenditures by program.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note I: Summary of Significant Accounting Policies (Continued)

H. Recent Accounting Pronouncements Not Yet Effective

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 68 "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". This statement, which is effective for fiscal periods beginning after June 15, 2014, will have an effect on the entity's financial reporting. The provisions of this statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

In November 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment to GASB Statement No. 68". The provisions of this statement are required to be applied simultaneously with the provisions of Statement 68 which is effective for periods beginning after June 15, 2014. The provisions of this statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note II: Reconciliation of Government Wide and Fund Financial Statements

Explanation of Differences between Governmental Funds Balance Sheet and the Statement of Net Position

"Total fund balances" of the District's governmental funds in B-1 differs from "net position" of governmental activities reported in the statement of net position in A-1. This difference primarily results from the long - term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets.

	<u>Balance Sheet/Statement of Net Position</u>			Statement of Net Position Totals
<u>Assets</u>	Total Governmental Funds	Long - term Assets Liabilities (1)	Reclassifications and Eliminations	
Cash and cash equivalents	\$ 1,239,428.99	\$ -	\$ (568,190.77)	\$ 671,238.22
Receivables, net			1,398,925.20	1,398,925.20
Interfund Receivables	300,818.40		(235,706.55)	65,111.85
Receivables from Other Governments	1,398,521.20		(1,398,521.20)	-
Other Receivables	404.00		(404.00)	-
Restricted assets:				
Cash and cash equivalents			568,190.77	568,190.77
Capital Reserve Account - cash	1,656,069.55			1,656,069.55
Capital Assets, net	-	8,325,477.23	-	8,325,477.23
Total Assets	4,595,242.14	8,325,477.23	(235,706.55)	12,685,012.82
<u>Deferred Outflows of Resources</u>				
Deferred outflows related to pensions		1,699,530.00		1,699,530.00
Total Deferred Outflows of Resources	-	1,699,530.00	-	1,699,530.00
Total Assets and Deferred Outflows of Resources	\$ 4,595,242.14	\$ 10,025,007.23	\$ (235,706.55)	\$ 14,384,542.82
<u>Liabilities</u>				
Accounts Payable	\$ 27,292.32	\$ -	\$ -	\$ 27,292.32
Interfunds Payable	235,706.55		(235,706.55)	-
Payable to State Government	13,710.76			13,710.76
Bond Interest Payable			239,833.34	239,833.34
Unearned Revenue	31,416.08			31,416.08
Noncurrent Liabilities	-	35,607,299.00	1,189,085.03	36,796,384.03
Total Liabilities	308,125.71	35,607,299.00	1,193,211.82	37,108,636.53
<u>Deferred Inflows of Resources</u>				
Deferred inflows related to pensions		2,398,689.00		2,398,689.00
Total Deferred Inflows of Resources	-	2,398,689.00	-	2,398,689.00
Total Liabilities and Deferred Inflows of Resources	308,125.71	38,005,988.00	1,193,211.82	39,507,325.53
<u>Fund Balances/Net Position</u>				
<u>Net Position</u>				
Net investment in capital assets		(4,764,522.77)		(4,764,522.77)
Restricted for:				
Capital projects	2,200,955.77			2,200,955.77
Debt Service	971.30		(239,833.34)	(238,862.04)
Other purposes	614,571.52			614,571.52
Unrestricted	1,470,617.84	(23,216,458.00)	(1,189,085.03)	(22,934,925.19)
Total Fund Balances/Net Position	4,287,116.43	(27,980,980.77)	(1,428,918.37)	(25,122,782.71)
Total Liabilities, Deferred Inflows of Resources and Fund Balances/Net Position	\$ 4,595,242.14	\$ 7,626,318.23	\$ (235,706.55)	\$ 11,985,853.82

NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2015

Note II: Reconciliation of Government Wide and Fund Financial Statements (Continued)

Explanation of Differences between Governmental Funds Balance Sheet and the Statement of Net Position (Continued)

1. When Capital Assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the cost of those assets are reported as expenditures in governmental funds. However, the statement of net position includes those capital assets among the assets of the District as a whole.

Cost of capital assets	\$	27,769,352.19
Accumulated depreciation		(19,443,874.96)
	\$	<u>8,325,477.23</u>

Long - term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long - term are reported in the statement of net position.

Net PERS Pension Liability	\$	22,517,299.00
Deferred outflows related to pensions		(1,699,530.00)
Deferred inflows related to pensions		<u>2,398,689.00</u>
	\$	<u>23,216,458.00</u>

Serial Bonds	\$	13,090,000.00
Compensated Absences		<u>1,189,085.03</u>
	\$	<u>14,279,085.03</u>

Adjustment to Debt Service Fund net position for the accrual of interest expense.	\$	<u>(239,833.34)</u>
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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note II: Reconciliation of Government Wide and Fund Financial Statements (Continued)

Explanation of Differences between Governmental Funds Operating Statement of Activities

The "net change in fund balances" for governmental funds in B-2 differs from the "change in net position" for governmental activities reported in the statement of activities in A-2. The difference arise primarily for the long - term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

Statement of Revenues, Expenditures, and Changes in Fund Balance/Statement of Activities

	Total Governmental Funds	Long - term Revenue, Expenses (2)	Capital Related Items (3)	Long - term Debt Transactions (4)	Reclassifications and Eliminations (5)	Statement of Activities Totals
Revenues and Other Sources						
Local Tax Levy	\$ 50,616,351.00	\$ -	\$ -	\$ -	\$ -	\$ 50,616,351.00
Tuition Charges	345,983.84					345,983.84
Interest Earned on Investments	12,683.68					12,683.68
Miscellaneous	267,794.38					267,794.38
State Sources	6,809,259.38					6,809,259.38
Federal Sources	759,805.00					759,805.00
Total	\$ 58,811,877.28	\$ -	\$ -	\$ -	\$ -	\$ 58,811,877.28
Expenditures						
Current:						
Regular instruction	19,926,862.28		558,967.03	571,808.51	5,480,522.76	26,538,160.58
Special education	2,794,831.89		66,970.17	67,234.80	686,987.33	3,616,024.19
Other instruction	1,980,532.35		10,246.31	55,442.86	529,554.31	2,575,775.83
Support Services and undistributed costs:						
Tuition	4,339,031.97					4,339,031.97
Student and instruction related services	6,096,963.95			141,843.86	1,467,358.54	7,706,166.35
School administrative services	2,642,591.89		10,246.31	54,230.59	796,682.92	3,503,751.71
General and business administrative services	1,587,750.15		64,880.06	(11,492.11)	247,321.02	1,888,459.12
Plant operations and maintenance	4,176,151.77		21,559.12	74,791.55	684,665.18	4,957,167.62
Pupil transportation	1,587,074.64		15,380.83	3,690.61	35,250.33	1,641,396.41
Unallocated Benefits	10,925,004.70				(10,925,004.70)	-
Special Schools	18,339.41			544.14	5,197.31	24,080.86
Capital Outlay	190,616.01		(123,406.01)			67,210.00
Debt Service:						
Principal	1,540,000.00			(1,540,000.00)		-
Interest	642,296.89	(30,164.07)				612,132.82
Total	58,448,047.90	(30,164.07)	624,843.82	(581,905.19)	(991,465.00)	57,469,357.46
Other Financing Uses/Changes in Net Assets:						
N.J.S.D.A. Grants	484,902.00					484,902.00
Total	484,902.00					484,902.00
Net Change for the Year	\$ 848,731.38	\$ 30,164.07	\$ (624,843.82)	\$ 581,905.19	\$ 991,465.00	\$ 1,827,421.82

2. In the statement of activities, interest on long - term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliations. (-) \$ 30,164.07

3. 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 which capital outlays exceeded depreciation in the period.

Depreciation expense	\$ (748,249.83)
Capital outlays (exclusive of capital lease principal payments and SDA Debt Service Assessment)	123,406.01
	\$ (624,843.82)

3. Adjustment to Capital Assets in accordance with physical appraisal \$ -

3. In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-) \$ -

4. 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 (+). \$ 77,313.19

Governmental funds report district pension contributions as expenditures. In the statement of activities, however, the cost of pension benefits earned net of employee contributions is reported as pension expense.

Cost of benefits earned net of employee contributions	(1,035,408.00)
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Payment of long-term liability principal is an expenditure in the government funds, but the payment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.

Debt principal	1,540,000.00
Capital lease principal	-
	\$ 581,905.19

4. 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 assets.

Proceeds of long - term debt	\$ -
Capital lease proceeds	-
	\$ -

5. Allocate Benefits expenditures and eliminate PERS contribution (991,465.00)

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note III: Detailed Disclosure Regarding Assets and Revenues

A. Deposits and Investments

Deposits

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

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 Governmental Unit Deposit Protection Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

At June 30, 2015 the Northern Valley Regional High School District's cash and cash equivalent's amounted to \$10,647,029.72. Of this amount, \$515,000.00 was covered by federal depository insurance (F.D.I.C.) and \$10,132,029.72 was covered by a collateral pool maintained by the banks as required by GUDPA.

At June 30, 2015 the Northern Valley Regional High School District had no participation in the State of New Jersey Cash Management Fund.

GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires the disclosure of bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Northern Valley Regional High School District will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party.

As of June 30, 2015, none of the Northern Valley Regional High School District's cash and cash equivalents of \$10,647,029.72 was exposed to custodial credit risk.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note III: Detailed Disclosure Regarding Assets and Revenues (Continued)

A. Deposits and Investments (Continued)

Investments

New Jersey statutes (N.J.S.A. 18A:20-37) permit the Northern Valley Regional High School District to purchase the following types of securities:

a. When authorized by resolution adopted by a majority vote of all its members the board of education of any school district may use moneys which may be in hand for the purchase of the following types of securities which, if suitable for registry, may be registered in the name of the school district;

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

(2) Government money market mutual funds;

(3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

(4) Bonds or other obligations of the school district or bonds or other obligations of local unit or units within which the school district is located;

(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 school district;

(6) Local government investment pools;

(7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4) or

(8) Agreements for the repurchase of fully collateralized securities, if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a;

(b) the custody of collateral is transferred to a third party;

(c) the maturity of the agreement is not more than 30 days;

(d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41) and for which a master repurchase agreement providing for the custody and security of collateral is executed.

The Northern Valley Regional High School District had no investments as described in Note I:G.1 at June 30, 2015.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note III: Detailed Disclosure Regarding Assets and Revenues (Continued)

B. Interfund Receivables and Payables

As of June 30, 2015, interfund receivables and payables resulting from various interfund transactions were as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 299,430.32	\$
Capital Projects Fund		235,706.55
Debt Service Fund	1,388.08	
Enterprise Fund	52,000.00	52,000.08
Trust and Agency Fund		<u>65,111.77</u>
	<u>\$ 352,818.40</u>	<u>\$ 352,818.40</u>

New Jersey statute requires that interest earned on the investments in capital projects fund be credited to the general fund or debt service based on Board resolution. In accordance with Board resolution, accrued interest as of June 30, 2015 in the amount of \$520.43 was transferred to debt service fund to offset future interest payments to bondholders. Accordingly, an interfund accounts receivable and payable for \$520.43 was established in the debt service and capital projects funds, respectively.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note III: Detailed Disclosure Regarding Assets and Revenues (Continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2015 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Appraisal Report Adjustments</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,299,500.00	\$ -	\$ -	\$ 2,299,500.00
Construction in Progress	-	-	-	-
Total Capital assets not being depreciated	<u>2,299,500.00</u>	<u>-</u>	<u>-</u>	<u>2,299,500.00</u>
Land Improvements	6,455,900.00			6,455,900.00
Buildings and Improvements	16,609,634.28	34,350.00		16,643,984.28
Machinery and Equipment	2,280,911.90	89,056.01	-	2,369,967.91
Totals at historical cost	<u>25,346,446.18</u>	<u>123,406.01</u>	<u>-</u>	<u>25,469,852.19</u>
Less accumulated depreciation for:				
Land Improvements	(3,721,039.00)	(295,294.00)		(4,016,333.00)
Buildings and Improvements	(13,288,071.03)	(217,021.34)		(13,505,092.37)
Machinery and Equipment	(1,686,515.10)	(235,934.49)	-	(1,922,449.59)
Total accumulated depreciation	<u>(18,695,625.13)</u>	<u>(748,249.83)</u> (1)	<u>-</u>	<u>(19,443,874.96)</u>
Net capital assets being depreciated	<u>6,650,821.05</u>	<u>(624,843.82)</u>	<u>-</u>	<u>6,025,977.23</u>
Governmental activities capital assets, net	<u>\$ 8,950,321.05</u>	<u>\$ (624,843.82)</u>	<u>\$ -</u>	<u>\$ 8,325,477.23</u>
Business - type activities:				
Equipment	\$ 230,579.48	\$ 59,972.45	\$ -	\$ 290,551.93
Less accumulated depreciation	<u>(122,645.56)</u>	<u>(24,967.67)</u>	<u>-</u>	<u>(147,613.23)</u>
Business - type activities capital assets, net	<u>\$ 107,933.92</u>	<u>\$ 35,004.78</u>	<u>\$ -</u>	<u>\$ 142,938.70</u>

(1) Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 558,967.03
Special Education	66,970.17
Other Instruction	10,246.31
Student and Instruction Related Services	-
School Administrative Services	10,246.31
General and Business Administrative Services	64,880.06
Plant Operations and Maintenance	21,559.12
Pupil Transportation	<u>15,380.83</u>
	<u>\$ 748,249.83</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note IV: Detailed Disclosures Regarding Liabilities and Expenses/Expenditures

A. Operating Leases

The District has commitments to lease computers and copying equipment under operating leases which expire in July, 2020. Total operating lease payments made during the year ended June 30, 2015 were \$804,141.69. Future minimum lease payments are as follows:

<u>Year Ended</u>	<u>Amount</u>
June 30, 2016	\$ 820,892.79
June 30, 2017	654,845.63
June 30, 2018	594,005.63
June 30, 2019	78,570.00
June 30, 2020	78,570.00
June 30, 2021	<u>6,547.50</u>
Total future minimum lease payments	<u>\$ 2,233,431.55</u>

B. Long - Term Liabilities

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

	<u>Beginning Balance</u>	<u>Accruals or Additions</u>	<u>Payments</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental activities:					
Long - Term debt:					
Serial Bonds	\$ 14,630,000.00	\$ -	\$ (1,540,000.00)	\$ 13,090,000.00	\$ 1,615,000.00
Total debt payable	<u>14,630,000.00</u>	<u>-</u>	<u>(1,540,000.00) (1)</u>	<u>13,090,000.00</u>	<u>1,615,000.00</u>
Other liabilities:					
Compensated absences:					
Governmental Funds	1,266,398.23	(36,620.70)	(40,692.50) (2)	1,189,085.03	50,541.00
Proprietary Funds	138,142.64	1,731.68	(3)	139,874.32	
Internal Service Funds	-	29,345.14	(4)	29,345.14	-
Total other liabilities	<u>1,404,540.87</u>	<u>(5,543.88)</u>	<u>(40,692.50)</u>	<u>1,358,304.49</u>	<u>50,541.00</u>
Governmental activities long - term liabilities	<u>\$ 16,034,540.87</u>	<u>\$ (5,543.88)</u>	<u>\$ (1,580,692.50)</u>	<u>\$ 14,448,304.49</u>	<u>\$ 1,665,541.00</u>

- (1) Paid by debt service fund
(2) Paid by general fund
(3) Paid by proprietary funds
(4) Paid by internal service funds

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note IV: Detailed Disclosure Regarding Liabilities and Expenses/Expenditures (Continued)

B. Long – Term Liabilities (Continued)

1. Bonds Payable

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

Serial Bonds outstanding as of June 30, 2015 consisted of the following:

<u>Description</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
Refunding Bond 12/20/06	Various	2/1	2022	16,865,000.00	\$10,345,000.00
School Improvement 6/29/07	Various	8/1	2017	2,186,000.00	760,000.00
School Improvement 8/4/09	Various	8/1	2024	2,290,000.00	1,985,000.00
					<u>\$13,090,000.00</u>

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	\$ 1,615,000.00	\$ 569,534.38	\$ 2,184,534.38
2017	1,700,000.00	493,140.63	2,193,140.63
2018	1,775,000.00	412,700.00	2,187,700.00
2019	1,700,000.00	339,456.25	2,039,456.25
2020	1,770,000.00	266,375.00	2,036,375.00
2021	1,850,000.00	189,587.50	2,039,587.50
2022	1,885,000.00	108,750.00	1,993,750.00
2023	255,000.00	26,062.50	281,062.50
2024	265,000.00	16,300.00	281,300.00
2025	275,000.00	5,500.00	280,500.00
	<u>\$ 13,090,000.00</u>	<u>\$ 2,427,406.26</u>	<u>\$ 15,517,406.26</u>

2. Temporary Notes

There were no Temporary Notes outstanding as of June 30, 2015.

3. Bonds Authorized But Not Issued

As of June 30, 2015 the Board had authorized but not issued bonds in the amount of \$1,083.00.

4. Capital Leases Payable

There were no Capital Leases as of June 30, 2015.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note V: Detailed Disclosure Regarding Fund Equity (Continued)

A. Capital Reserve Account

A capital reserve account was established by the Northern Valley Regional High School District Board of Education by inclusion of \$1,000.00 in October, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

The activity of the capital reserve is as follows:

Beginning balance, July 1, 2004	\$ 1,084.15
2004-2005 Interest earnings	19.40
2005-2006 Budgeted Surplus	500,000.00
2005-2006 Interest earnings	12,240.31
2006-2007 Budgeted Surplus	350,000.00
2006-2007 Interest Earnings	34,578.35
2007-2008 Budgeted Surplus	350,000.00
2007-2008 Interest Earnings	35,269.28
2008-2009 Investment Income	15,886.14
2008-2009 Resolution (Unreserved Fund Balance)	250,000.00
2008-2009 Transfer to Debt Service Fund	(259,993.00)
2009-2010 Budgeted Surplus	250,000.00
2009-2010 Resolution (Unreserved Fund Balance)	230,734.68
2009-2010 Investment Income	11,346.41
2009-2010 Transfer to Debt Service Fund	(150,865.00)
2009-2010 Expenditures	(201,379.00)
2010-2011 Resolution (Unreserved Fund Balance)	242,929.55
2010-2011 Investment Income	5,432.17
2010-2011 Transfer to Debt Service Fund	(273,264.00)
2010-2011 Expenditures	(201,379.00)
2011-2012 Resolution (Unreserved Fund Balance)	1,020,750.58
2011-2012 Investment Income	2,794.13
2011-2012 Transfer to Debt Service Fund	(273,264.00)
2011-2012 Expenditures	(201,379.00)
2012-2013 Resolution (Unreserved Fund Balance)	631,032.07
2012-2013 Investment Income	3,342.94
2012-2013 Transfer to Debt Service Fund	(280,245.00)
2012-2013 Expenditures	(201,379.00)

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note V: Detailed Disclosure Regarding Fund Equity (Continued)

A. Capital Reserve Account (Continued)

2013-2014 Resolution (Unreserved Fund Balance)	361,367.33
2013-2014 Investment Income	1,807.82
2013-2014 Transfer to Debt Service Fund	(278,920.00)
2013-2014 Expenditures	(439,050.00)
2014-2015 Resolution (Unreserved Fund Balance)	441,005.90
2014-2015 Investment Income	1,765.34
201-2015 Transfer to Debt Service Fund	<u>(336,200.00)</u>
 Ending Balance June 30, 2015	 <u>\$1,656,069.55</u>

The June 30, 2015 LRF balance of local support costs of uncompleted capital projects at June 30, 2015 is \$9,156,000.00.

Note VI: Pension Plans

Description of Systems

Substantially all of the Board's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the New Jersey Division of Pensions and Benefits. The Teachers' Pension and Annuity Fund retirement system is considered a cost sharing plan with special funding situations 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. The PERS is considered a cost sharing multiple-employer defined benefit plan.

The Public Employees' Retirement System (PERS) was established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

The Teachers' Pension and Annuity Fund (TPAF) was established in January 1955, under the provisions of N.J.S.A. 18:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VI: Pension Plans (Continued)

Description of Systems (Continued)

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2008 under the provisions of Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008 (NJSA 43:15C-1 et seq.). The DCRP is a cost sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by NJSA 43:15C-1 et seq.,

According to the state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement systems terminate. The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits issues a publicly available financial report that includes the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions

Retirement Benefits

For PERS and TPAF employees, the benefits will be 1/55 of the average of the three highest years compensation for each year of service. However, for PERS and TPAF who are veterans of the U.S. armed forces, the benefits will be 1/55 of final compensation for each year of service.

Significant Legislation

P.L 2011, c.78, effective June 28, 2011, made various changes to the manner in which TPAF, PERS, PFRS, SPRS, and JRS operate and to the benefit provisions of those systems.

This legislation's provisions impacting employee pension and health benefits include:

- For new members of TPAF and PERS hired on or after June 28, 2011 (Tier 5 members), the years of creditable service needed for early retirement benefits increased from 25 to 30 years and the early retirement age increased from 55 to 65.
- The eligibility age to qualify for a service retirement in the TPAF and PERS increased from age 62 to 65 for Tier 5 members,
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), decreased from 65 percent of final compensation to 60 percent of final compensation after 25 years of service and from 70 percent of final compensation to 65 percent of final compensation after 30 or more years of service.
- It increased the active member contribution rates as follows: TPAF and PERS active member rates increased from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years; PFRS and PERS Prosecutors Part active member rates increased from 8.5 percent to 10 percent; SPRS active member rates increased from 7.5 percent to 9 percent; and JRS active member rates increased from 3 percent to 12 percent phased-in over seven years for members hired or reappointed on or after June 28, 2011. For Fiscal Year 2012, the member contribution rates increased in

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VI: Pension Plans (Continued)

Significant Legislation (Continued)

- October 2011. The phase-in of the additional incremental member contributions for TPAF, PERS and JRS members takes place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries was suspended until reactivated as permitted by this law.
- It changed the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay method).

Funding Status and Funding Progress

As of July 31, 2013, the most recent actuarial valuation date, the aggregate funded ratio for the retirement systems (TPAF, PERS, PFRS, POPF, CPFPPF, JRS, and SPRS) is 62.8 percent with an unfunded actuarial accrued liability of \$51.0 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 54.2 percent and \$37.3 billion, and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 75.4 percent and \$13.7 billion.

The required supplementary information regarding the funded status and funding progress of the retirement systems is based on actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VI: Pension Plans (Continued)

Contribution Requirements

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. The pension funds provide for employee contributions based on 6.9 percent for TPAF and 6.9 percent for PERS of employees' annual compensation.

During the state fiscal year ended June 30, 2014, for TPAF, which is a cost sharing plan with special funding situations, the annual pension cost differs from the annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, annual pension cost equals contributions made.

The District's total payroll for the year ended June 30, 2015 was \$44,525,017.82 and covered payroll was \$30,464,167.00 for TPAF, \$8,820,274.00 for PERS and \$362,525.12 for DCRP. Contributions to the TPAF, PERS and the DCRP for the last three years made by the employees, Northern Valley Regional High School District and the State were as follows:

			Percent of		Percent of		Percent of
		<u>TPAF</u>	<u>Covered Payroll</u>	<u>PERS</u>	<u>Covered Payroll</u>	<u>DCRP</u>	<u>Covered Payroll</u>
Employees	6/30/13	\$1,878,069.05	6.68 %	\$557,226.65	6.69 %	\$12,334.35	5.50 %
	6/30/14	1,974,439.53	6.90 %	616,028.00	7.08 %	11,348.50	5.60 %
	6/30/15	2,140,860.36	7.03 %	625,072.82	7.09 %	19,939.32	5.50 %
District	6/30/13	N/A	N/A %	\$925,615.00	11.11 %	\$6,727.93	3.00 %
	6/30/14	N/A	N/A %	1,063,968.00	12.23 %	6,231.55	3.08 %
	6/30/15	N/A	N/A %	991,465.00	11.24 %	10,876.13	3.00 %
State of NJ	6/30/13	\$3,839,038.00	13.64 %	N/A	N/A %	N/A	N/A %
	6/30/14	3,239,943.00	11.33 %	N/A	N/A %	N/A	N/A %
	6/30/15	3,927,925.00	12.89 %	N/A	N/A %	N/A	N/A %

In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$ 2,198,969.14 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. This amount and the State of New Jersey's Contribution to the TPAF have been included in the basic financial statements and the budgetary comparison schedule – General Fund as a revenue and expenditure in accordance with GASB 24.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VII: Public Employees Retirement System

At June 30, 2015, the District reported a liability of \$22,517,299.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of 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 employers, actuarially determined. At June 30, 2014, the District's proportion was 0.1202671453%, which was a decrease of 5.16% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$1,035,408.00. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expensed and actual experience	\$	\$
Changes of assumptions	708,065	
Net difference between projected and actual earnings on pension plan investments		1,341,909
Changes in proportion		1,056,780
District contributions subsequent to the measurement data	<u>991,465</u>	
Total	<u>\$1,699,530</u>	<u>\$2,398,689</u>

\$1,279,297 reported as deferred outflows of resources related to pensions resulting from the school district contributions subsequent to the measurement date (June 30, 2014) will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30,</u>	
2016	\$(205,318)
2017	(205,318)
2018	(205,318)
2019	(205,318)
2020	130,159
Thereafter	<u>57,270</u>
Total	<u>\$(633,844)</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VII: Public Employees Retirement System (Continued)

Actuarial Assumptions

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

Inflation rate	3.01%
Salary increases:	
2012-2021	2.15% - 4.40% (based on age)
Thereafter	3.15% - 5.40% (based on age)
Investment rate of return:	7.90%

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

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

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VII: Public Employees Retirement System (Continued)

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, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 5.39%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.39%) or 1-percentage point higher (6.39%) than the current rate:

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
District's proportionate share of the net pension liability	\$28,326,762	\$22,517,299	\$17,631,045

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

Note VIII: Teachers Pension and Annuity Fund (TPAF)

At June 30, 2015, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the District	<u>155,072,298</u>
Total	<u>\$155,072,298</u>

The net pension liability was measured as of June 30, 2014 and the total pension liability 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 and the State, actuarially determined. At June 30, 2014, the District's proportion was 0.00%, which was a decrease of 0.00% from its proportion measured as of June 30, 2013.

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT**

**NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

Note VIII: Teachers Pension and Annuity Fund (TPAF)(Continued)

For the year ended June 30, 2015, the District recognized pension expense of \$8,344,346 and revenue of \$8,344,346 for support provided by the State. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to TPAF from the following sources:

	<u>Deferred Outflows Of Resources</u>	<u>Deferred Inflows Of Resources</u>
Differences between expected and actual experience	\$	\$63,308
Changes of assumptions	6,646,963	
Net difference between projected and actual earnings on pension plan investments		5,017,695
Changes in proportion		241,792
State's contribution associated with the District subsequent to the measurement date	<u>1,232,497</u>	
Total	<u>\$7,879,460</u>	<u>\$5,322,794</u>

\$1,571,410 reported as deferred outflows of resources related to pensions resulting from district contributions subsequent to the measurement date (June 30, 2014) will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30,</u>	
2016	\$(379,184)
2017	(379,184)
2018	(379,184)
2019	(379,184)
2020	883,837
Thereafter	<u>2,209,593</u>
Total	<u>\$ 1,576,693</u>

Actuarial Assumptions

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

Inflation rate	2.50%
Salary increases:	
2012-2021	Varies based on experience
Thereafter	Varies based on experience
Investment rate of return:	7.90%

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VIII: Teachers Pension and Annuity Fund (TPAF)(Continued)

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 from the base year of 2000 until the valuation date plus 15 years to account for future mortality improvement. Post-retirement mortality improvements for non-disabled annuitants are projected using Scale AA from the base year of 2000 for males and 2003 for females until the valuation date plus 7 years to account for future mortality improvement.

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

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 Expected Real Rate of Return</u>
Cash	6.00%	0.50%
Core fixed income	0.00%	2.19%
Core Bonds	1.00%	1.38%
Short-term bonds	0.00%	1.00%
Intermediate-Term Bonds	11.20%	2.60%
Long-term bonds	0.00%	3.23%
Mortgages	2.50%	2.84%
High Yield Bonds	5.50%	4.15%
Non-US fixed income	0.00%	1.41%
Inflation-Indexed Bonds	2.50%	1.30%
Broad US Equities	25.90%	5.88%
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%
HedgeFunds/Absolute Returns	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%

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note VIII: Teachers Pension and Annuity Fund (TPAF)(Continued)

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 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, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Note IX: Health Benefit and Post-Retirement Medical Benefits

P.L. 2011, c.78 effective October 2011, sets new employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to this new legislation's effective date with a minimum contribution required to be at least 1.5% of salary.

Health Benefits Program Fund (HBPF)- Local Education (including Prescription Drug Program Fund)- The State of New Jersey provides free coverage to members of the Teachers' Pension and Annuity Fund who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of P.L. 1992, c.126, the State also provides free coverage to members of the Public Employees' Retirement System and Alternate Benefits Program who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage.

P.L. 1987, c.384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund and the Public Employees' Retirement System, respectively, to fund post-retirement medical benefits for those employees who retire after accumulating 25 years of credited service or on a disability retirement. 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 free health benefits to members of PERS and the Alternate Benefit Program who retired from aboard 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.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note X: Deferred Compensation Plan

The Board offers its employees a deferred compensation plan (the "Plan") created in accordance with Internal Revenue Code Section 403(b) and 457(b). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency or upon death to their beneficiaries. The plan administrators are as follows:

Equitable	VALC
Confidential Brokerage Services	Oppenheimer.
Vanguard	Genworth Finance

All amounts of compensation deferred under this plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the ?a (without being restricted to the provisions of benefits under the Plan) subject only to the claims of the ?a's general creditors. Participants' right under the Plan are equivalent to those of general creditors of the ?a in an amount equal to the fair market value of the deferred account for each participant.

The maximum amount of deferred compensation for any participant for any taxable year shall not exceed the lesser of \$18,000.00 or 100 percent of the participant's includible compensation for the taxable year except as provided by the limited catch-up provision which may effect a participant's last three taxable years ending before a participant attains normal retirement age as defined by plan.

During the year ended June 30, 2014 and 2015, the employees' contributions to the plan were \$1,278,570.64, and \$1,598,213.30, respectively.

Note XI: Risk Management

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

The following table is a summary of district contributions, employee contributions, reimbursements to the state for benefits paid and the ending balance of the district's 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	\$ 21,000.00	\$ 81,326.90	\$ 91,040.17	\$ 20,940.17
2013-2014	10,000.00	79,380.68	66,497.48	33,346.44
2012-2013	24,876.31	73,707.21	86,948.02	20,414.35

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

The District is a member of the New Jersey School Boards Association Insurance Fund (the "Fund").

The Fund is both an insured and self-administered group of school districts established for the purpose of providing certain low-cost liability, workers' compensation, health and medical insurance coverage for member school districts in order to keep local property taxes at a minimum. The District pays an annual assessment to the Fund and should it

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note XI: Risk Management (Continued)

be determined that payments received by the Fund are deficient, additional assessments may be levied. Additionally, the Fund maintains a contract of excess insurance with a commercial reinsurer to secure the payment of benefits.

The District continues to carry commercial insurance coverage for accident insurance and health and medical insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note XII: Compensated Absences

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after 15 years of service.

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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2015 a liability existed for compensated absences in the Regional Cooperative Program in the amount \$67,399.56, Teens and Tots in the amount of \$3,858.75, Regional Special Education in the amount of \$55,707.26 and Technical Services in the amount of \$12,908.75 and Shared Business Services in amount of \$29,345.14.

Note XIII: Contingent Liabilities

The Northern Valley Regional High School District is a defendant in several lawsuits, none of which is unusual for a Board of Education of its size. Additional liabilities, if not covered by insurance, should not be material in amount.

Note XIV: Restatement of Prior Year Balances

Net position has been restated as required by the implementation of GASB 68, as discussed in noted VII and VIII above.

Beginning net position as previously reported at June 30, 2014	\$23,001,034.69
Prior period adjustment – Implementation GASB 68	
Net pension liability (measurement date)	(29,089,309.00)
Deferred outflows – District's contributions made during fiscal year 2014	1,167,786.02
Total prior period adjustment	<u>(27,921,522.98)</u>
Net position as restated, July 1, 2014	<u>\$4,920,488.29</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

Note XV: Subsequent Events

The Northern Valley Regional High School District has evaluated subsequent events through September 25, 2015, the date which the financial statements were available to be issued and no additional items were noted for disclosure or adjustment.

**REQUIRED SUPPLEMENTARY INFORMATION -
PART II**

Section C

BUDGETARY COMPARISON SCHEDULES

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2018**

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:						
Local Sources:						
Local Tax Levy		\$ 48,528,878.00	\$ -	\$ 48,528,878.00	\$ 48,528,876.00	\$ -
Tuition		370,182.00	-	370,182.00	345,983.84	(24,178.16)
Interest Eamed on Investments		23,000.00	-	23,000.00	10,387.91	(12,602.09)
Interest Eamed on Capital Reserve Funds		1,800.00	-	1,800.00	1,785.34	(34.66)
Miscellaneous		282,000.00	-	282,000.00	187,838.52	(74,163.48)
Total - Local Sources		<u>49,183,840.00</u>	<u>-</u>	<u>49,183,840.00</u>	<u>49,072,861.61</u>	<u>(110,978.39)</u>
State Sources:						
Categorical Transportation Aid		81,334.00	-	81,334.00	81,334.00	-
Categorical Special Education Aid		1,048,085.00	-	1,048,085.00	1,048,085.00	-
Categorical Security Aid		37,869.00	-	37,869.00	37,869.00	-
Per Pupil Growth Aid		23,230.00	-	23,230.00	23,230.00	-
PARCC Readiness Aid		23,230.00	-	23,230.00	23,230.00	-
Extraordinary Aid		550,000.00	-	550,000.00	788,823.00	238,823.00
Non-Public Transportation Aid		-	-	-	13,911.00	13,911.00
TPAF Pension PRM (On-Behalf - Non-Budgeted)		-	-	-	2,409,886.00	2,409,886.00
TPAF Social Security (Reimbursed - Non-Budgeted)		-	-	-	2,198,989.14	2,198,989.14
Total State Sources		<u>1,783,728.00</u>	<u>-</u>	<u>1,783,728.00</u>	<u>6,623,117.14</u>	<u>4,859,389.14</u>
Total Revenues		<u>50,947,388.00</u>	<u>-</u>	<u>50,947,388.00</u>	<u>55,695,778.75</u>	<u>4,748,410.75</u>
EXPENDITURES:						
Current Expenses:						
Regular Programs - Instruction						
Grades 9-12 - Salaries of Teachers	140-100-101	17,411,588.00	378,782.92	17,790,370.92	17,788,392.01	1,978.91
Regular Programs - Home Instruction:						
Salaries of Teachers	150-100-101	73,000.00	8,287.50	81,287.50	81,287.50	-
Purchased Professional-Educational Services	150-100-320	20,000.00	20,300.00	41,300.00	41,217.12	82.88
Regular Programs - Undistributed Instruction						
Purchased Professional-Educational Services	190-100-320	7,800.00	1,003.78	8,803.78	8,803.78	-
Purchased Technical Services	190-100-340	30,152.00	-	30,152.00	25,000.00	5,152.00
Other Purchased Services (400-500 series)	190-100-500	457,067.96	774,872.85	1,232,080.91	1,220,388.83	11,692.28
General Supplies	190-100-610	558,088.45	(7,486.70)	550,601.75	459,621.36	90,980.39
Textbooks	190-100-640	224,188.00	(34,299.81)	189,888.19	90,856.49	99,042.80
Other Objects	190-100-800	122,468.58	(104,560.89)	17,907.69	17,035.13	840.77
TOTAL REGULAR PROGRAMS - INSTRUCTION		<u>18,805,179.00</u>	<u>1,038,989.13</u>	<u>19,842,139.13</u>	<u>18,732,392.00</u>	<u>209,757.13</u>
SPECIAL EDUCATION - INSTRUCTION						
Cognitive - Mild:						
Salaries of Teachers	201-100-101	118,899.00	17,084.00	133,983.00	133,983.00	-
Other Salaries for Instruction	201-100-108	79,014.00	(29,857.00)	49,357.00	49,357.00	-
Other Purchased Services (400-500 series)	201-100-500	23,258.00	142.00	23,400.00	23,400.00	-
General Supplies	201-100-810	9,985.00	849.97	10,814.97	10,814.97	-
Other Objects	201-100-800	7,875.00	(2,427.88)	5,247.12	3,747.01	1,500.11
Total Cognitive - Mild		<u>238,811.00</u>	<u>(14,228.91)</u>	<u>222,582.09</u>	<u>221,081.98</u>	<u>1,500.11</u>
Learning and/or Language Disabilities:						
Salaries of Teachers	204-100-101	189,034.00	117,896.80	286,930.80	286,930.80	-
Other Salaries for Instruction	204-100-108	102,779.00	94,749.30	197,528.30	197,527.50	0.80
General Supplies	204-100-810	10,840.00	(5,390.11)	5,449.89	5,548.89	-
Total Learning and/or Language Disabilities		<u>282,753.00</u>	<u>207,255.99</u>	<u>490,008.99</u>	<u>480,008.19</u>	<u>0.80</u>
Multiple Disabilities:						
Salaries of Teachers	212-100-101	187,179.00	90,027.00	277,206.00	275,084.90	2,121.10
Other Objects	212-100-800	5,459.00	(2,572.17)	2,886.83	2,886.83	-
Total Multiple Disabilities		<u>192,638.00</u>	<u>87,454.83</u>	<u>280,082.83</u>	<u>277,971.73</u>	<u>2,121.10</u>
Resource Room/Resource Center:						
Salaries of Teachers	213-100-101	1,338,485.00	(27,025.40)	1,309,439.80	1,309,439.80	-
General Supplies	213-100-810	7,485.60	(4,478.09)	3,008.51	2,299.63	709.88
Textbooks	213-100-640	4,302.94	(501.18)	3,801.76	3,801.76	-
Total Resource Room/Resource Center		<u>1,348,253.54</u>	<u>(32,002.87)</u>	<u>1,318,250.87</u>	<u>1,315,540.99</u>	<u>709.88</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION		<u>2,060,455.54</u>	<u>248,479.24</u>	<u>2,308,934.78</u>	<u>2,304,602.89</u>	<u>4,331.89</u>
Basic Skills/Remedial - Instruction						
Salaries of Teachers	230-100-101	189,128.00	(165,850.00)	23,278.00	23,277.60	0.40
Total Basic Skills/Remedial - Instruction		<u>189,128.00</u>	<u>(165,850.00)</u>	<u>23,278.00</u>	<u>23,277.60</u>	<u>0.40</u>
Bilingual Education - Instruction						
General Supplies	240-100-610	2,000.00	-	2,000.00	1,985.08	34.94
Total Bilingual Education - Instruction		<u>2,000.00</u>	<u>-</u>	<u>2,000.00</u>	<u>1,985.08</u>	<u>34.94</u>

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015**

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Spon. Cocurricular Activs. - Inst.						
Salaries	401-100-100	\$ 406,273.00	\$ 27,868.38	\$ 434,141.38	\$ 433,614.98	\$ 526.40
Purchased Services (300-500 series)	401-100-600	12,800.00	245.00	13,045.00	10,295.00	2,750.00
Supplies and Materials	401-100-800	33,500.00	(7,993.90)	25,506.10	20,748.31	4,757.79
Other Objects	401-100-800	14,537.00	572.03	15,109.03	13,484.90	1,644.13
Total School-Spon. Cocurricular Activs. - Inst.		<u>467,110.00</u>	<u>20,891.49</u>	<u>487,801.49</u>	<u>478,123.17</u>	<u>9,678.32</u>
School-Spon. Athletics - Instruction						
Salaries	402-100-100	1,270,582.00	41,782.07	1,312,364.07	1,270,262.88	33,101.39
Purchased Services (300-500 series)	402-100-600	8,820.00	(825.80)	8,194.20	8,194.20	-
Supplies and Materials	402-100-800	158,005.84	(2,025.32)	153,980.32	131,168.86	22,811.66
Other Objects	402-100-800	87,181.35	(18,328.74)	70,854.61	58,540.98	12,313.63
Total School-Spon. Athletics - Instruction		<u>1,522,588.99</u>	<u>22,904.21</u>	<u>1,545,393.20</u>	<u>1,477,166.52</u>	<u>68,226.68</u>
Total Instruction		<u>23,146,481.53</u>	<u>1,183,085.07</u>	<u>24,309,566.80</u>	<u>24,017,517.24</u>	<u>292,029.38</u>
Undistributed Expenditures - Instruction:						
Tuition to Other LEAs Within the State - Special	000-100-562	520,413.00	107,586.58	627,999.58	627,999.58	-
Tuition to County Voc. School Dist. - Regular	000-100-563	782,480.00	(35,138.80)	747,324.00	747,324.00	-
Tuition to CSSD & Regional Day Schools	000-100-565	1,061,182.00	12,798.00	1,073,958.00	1,061,987.50	11,970.50
Tuition to Private Schools for the Disabled - Within State	000-100-568	1,521,380.08	(27,836.95)	1,493,523.11	1,487,253.08	6,270.03
Tuition to Priv. Sch. Disabled & Other LEAs-Spl. O/S	000-100-587	410,425.00	(33,949.75)	376,475.25	376,475.25	-
Tuition - Other	000-100-589	53,709.00	(15,718.82)	37,992.18	37,992.18	-
Total Undistributed Expenditures - Instruction:		<u>4,348,529.08</u>	<u>7,743.44</u>	<u>4,357,272.50</u>	<u>4,338,031.97</u>	<u>18,240.53</u>
Undistributed Expend. - Attend. & Social Work						
Salaries	000-211-100	92,366.00	(5,452.50)	88,913.50	88,908.88	6.62
Other Purchased Services (400-500 series)	000-211-500	1,470.00	(970.00)	500.00	383.27	136.73
Supplies and Materials	000-211-800	500.00	(500.00)	-	-	-
Total Undistributed Expend. - Attend. & Social Work		<u>94,336.00</u>	<u>(6,922.50)</u>	<u>87,413.50</u>	<u>87,270.15</u>	<u>143.35</u>
Undist. Expend. - Health Services						
Salaries	000-213-100	295,389.00	10,821.00	306,210.00	303,439.75	2,770.25
Purchased Professional and Technical Services	000-213-300	82,175.00	31,115.70	93,280.70	81,724.04	11,586.66
Other Purchased Services (400-500 series)	000-213-500	1,800.00	-	1,800.00	692.15	1,097.85
Supplies and Materials	000-213-800	7,000.00	-	7,000.00	5,917.28	1,082.72
Other Objects	000-213-800	8,800.00	-	8,800.00	5,271.30	3,528.70
Total Undistributed Expenditures - Health Services		<u>372,964.00</u>	<u>41,936.70</u>	<u>414,900.70</u>	<u>397,044.52</u>	<u>17,856.18</u>
Undist. Expend. - Speech,OT,PT & Related Services						
Purchased Professional - Educational Services	000-218-320	1,800.00	1,800.00	1,800.00	1,800.00	-
Total Undist. Expend. - Speech,OT,PT & Related Services		<u>1,800.00</u>	<u>1,800.00</u>	<u>1,800.00</u>	<u>1,800.00</u>	<u>-</u>
Undist. Expend. - Other Supp. Serv. Students - Extra Serv.						
Salaries of Other Professional Staff	000-217-100	261,677.00	(2,841.88)	258,835.32	258,694.84	140.68
Total Undist. Expend. - Other Supp. Serv. Students - Extra Serv.		<u>261,677.00</u>	<u>(2,841.88)</u>	<u>258,835.32</u>	<u>258,694.84</u>	<u>140.68</u>
Undist. Expend. - Guidance						
Salaries of Other Professional Staff	000-218-104	1,775,228.00	60,082.44	1,835,290.44	1,825,839.73	9,451.71
Salaries of Secretarial and Clerical Assistants	000-218-105	486,008.00	(18,364.80)	446,843.20	446,245.44	3,397.76
Other Purchased Services (400-500 series)	000-218-500	300.00	-	300.00	150.00	150.00
Supplies and Materials	000-218-800	18,910.78	500.00	19,410.78	10,784.10	8,646.68
Total Undist. Expend. - Guidance		<u>2,282,446.78</u>	<u>42,197.64</u>	<u>2,304,644.42</u>	<u>2,282,998.27</u>	<u>21,646.15</u>
Undist. Expend. - Child Study Team						
Salaries of Other Professional Staff	000-219-104	1,104,858.00	80,308.40	1,185,164.40	1,185,164.40	-
Salaries of Secretarial and Clerical Assistants	000-219-105	146,185.00	0.20	146,185.20	146,185.20	-
Other Salaries	000-219-110	335,809.00	(258,008.00)	79,801.00	79,801.00	-
Supplies and Materials	000-219-800	185,275.00	39,049.40	224,324.40	218,193.80	6,130.80
Other Objects	000-219-800	3,680.00	209.65	3,899.65	3,819.85	80.00
Total Undist. Expend. - Child Study Team		<u>1,778,817.00</u>	<u>(138,442.15)</u>	<u>1,642,374.85</u>	<u>1,638,184.05</u>	<u>6,210.80</u>
Undist. Expend. - Improvement of Inst. Serv.						
Salaries of Supervisor of Instruction	000-221-102	148,028.00	(3,492.00)	144,536.00	143,508.30	1,029.70
Purchased Prof. Educational Services	000-221-320	361,887.00	(8,888.84)	352,028.16	328,465.78	23,542.40
Supplies and Materials	000-221-800	27,890.80	(8,830.00)	21,060.80	18,070.92	2,989.88
Other Objects	000-221-800	4,245.00	-	4,245.00	3,843.00	402.00
Total Undist. Expend. - Improvement of Inst. Serv.		<u>541,890.80</u>	<u>(19,790.84)</u>	<u>521,869.96</u>	<u>493,905.98</u>	<u>27,963.98</u>
Undist. Expend. - Edu. Media Serv./Sch. Library						
Salaries	000-222-100	235,131.00	25,564.00	260,895.00	260,235.87	459.13
Purchased Professional and Technical Services	000-222-300	186,370.00	(8,040.00)	178,330.00	173,070.43	5,258.57
Other Purchased Services (400-500 series)	000-222-500	47,144.52	1,100.43	48,244.95	47,859.77	385.18
Supplies and Materials	000-222-800	99,971.78	(28,443.67)	73,528.12	66,057.57	5,470.55
Other Objects	000-222-800	8,228.80	-	8,228.80	1,204.31	5,024.49
Total Undist. Expend. - Edu. Media Serv./Sch. Library		<u>574,846.11</u>	<u>(7,819.24)</u>	<u>567,026.87</u>	<u>550,427.85</u>	<u>16,598.92</u>
Undist. Expend. - Instructional Staff Training Serv.						
Salaries of Secretarial and Clerical Assistants	000-223-105	25,889.00	-	25,889.00	25,888.80	0.20
Other Salaries	000-223-110	22,493.00	33,707.00	58,200.00	48,652.75	7,547.25
Purchased Professional - Educational Service	000-223-320	1,980.00	8,040.00	10,000.00	10,000.00	-
Other Purchased Services (400-500 series)	000-223-500	68,350.73	41.70	68,392.43	40,230.02	28,162.41
Total Undist. Expend. - Instructional Staff Training Serv.		<u>118,692.73</u>	<u>41,788.70</u>	<u>160,481.43</u>	<u>124,771.57</u>	<u>35,709.86</u>
Undist. Expend. - Supp. Serv. - General Admin.						
Salaries	000-230-100	293,640.00	(23,721.74)	269,918.26	269,798.28	120.00
Legal Services	000-230-331	101,788.00	13,985.05	115,753.05	107,586.04	8,167.01
Audit Fees	000-230-332	31,500.00	(7,050.00)	24,450.00	24,050.00	400.00
Other Purchased Professional Services	000-230-339	28,060.00	69,869.35	97,929.35	97,029.35	-
Communications/Telephone	000-230-530	126,832.00	(43,970.78)	82,861.21	80,072.00	2,889.21
Other Purchased Services (400-500 series)	000-230-590	419,075.00	(802.65)	418,472.35	180,098.74	258,375.81
General Supplies	000-230-810	54,722.00	(42.12)	54,876.88	54,274.88	405.00
Judgments Against the School District	000-230-820	8,900.00	18,100.00	23,000.00	23,000.00	-
Miscellaneous Expenditures	000-230-890	12,686.00	(9,878.80)	2,809.20	2,114.70	894.50
Total Undist. Expend. - Supp. Serv. - General Admin.		<u>1,074,983.00</u>	<u>14,880.30</u>	<u>1,088,673.30</u>	<u>818,921.97</u>	<u>270,751.33</u>

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015**

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Serv. - School Admn.						
Salaries of Principals/Assistant Principals/Supervisors of Instruction	000-240-103	\$ 1,643,994.00	\$ 56,416.07	\$ 1,700,392.07	\$ 1,683,664.94	\$ 16,617.13
Salaries of Other Professional Staff	000-240-104	503,473.00	(1,428.40)	502,044.60	499,370.84	2,673.96
Salaries of Secretarial and Clerical Assistants	000-240-105	381,857.00	1,251.08	383,108.08	383,107.28	0.80
Other Purchased Services (400-500 series)	000-240-500	48,500.00	(30,949.01)	17,550.99	17,090.00	570.99
Supplies and Materials	000-240-600	40,000.00	2,801.05	42,801.05	42,274.98	526.07
Other Objects	000-240-800	12,940.00	4,254.05	17,194.05	17,194.05	-
Total Undist. Expend. - Support Serv. - School Admn.		2,630,834.00	32,348.84	2,663,180.84	2,642,591.89	20,588.95
Undist. Expend. - Central Services						
Salaries	000-251-100	451,548.00	89,501.04	541,049.04	541,049.04	-
Purchased Technical Services	000-251-340	12,985.00	263.00	13,248.00	13,248.00	-
Miscellaneous Purchased Services (400-500 Series)	000-251-592	9,800.00	(263.00)	9,537.00	4,833.59	4,703.41
Supplies and Materials	000-251-800	14,100.00	(424.45)	13,675.55	11,541.16	2,134.39
Other Objects	000-251-890	8,200.00	(456.20)	7,743.80	3,143.80	2,600.00
Total Undist. Expend. - Central Services		494,633.00	88,620.39	583,253.39	573,615.59	9,437.80
Undist. Expend. - Admin. Info. Technology						
Purchased Technical Services	000-252-340	142,072.00	-	142,072.00	142,072.00	-
Other Purchased Services (400-500 series)	000-252-500	71,718.73	(18,778.14)	52,940.59	52,940.59	-
Total Undist. Expend. - Admin. Info. Technology		213,790.73	(18,778.14)	195,012.59	195,012.59	-
Undist. Expend. - Allowable Maint. For School Facilities						
Salaries	000-261-100	274,812.00	8,464.89	283,276.89	283,276.89	-
Cleaning, Repair and Maintenance Services	000-261-420	29,852.00	135,016.88	164,867.88	153,747.83	10,920.23
General Supplies	000-261-810	158,835.00	(39,057.09)	119,777.91	97,322.80	20,455.11
Total Undist. Expend. - Allowable Maint. For School Facilities		463,499.00	104,423.68	567,922.68	534,347.12	31,375.34
Undist. Expend. - Custodial Services						
Salaries	000-262-100	1,985,513.00	(23,159.18)	1,962,353.82	1,981,412.87	940.95
Purchased Professional and Technical Services	000-262-300	72,200.00	(11,559.71)	60,640.29	59,269.19	1,371.10
Cleaning, Repair and Maintenance Services	000-262-420	208,503.00	(9,183.57)	199,319.43	189,578.43	9,743.00
Other Purchased Property Services	000-262-490	143,050.00	81,821.52	224,871.52	224,463.60	507.92
Insurance	000-262-620	198,330.00	57,422.32	255,752.32	255,752.32	-
General Supplies	000-262-810	352,437.50	(14,422.01)	338,015.49	323,516.80	14,498.69
Energy (Natural Gas)	000-262-821	223,500.00	(11,326.83)	212,173.17	211,866.79	504.58
Energy (Electricity)	000-262-822	437,400.00	(20,882.60)	416,517.40	418,146.85	370.75
Total Undist. Expend. - Other Oper. & Maint. Of Plant		3,820,933.50	48,008.14	3,868,941.64	3,841,804.65	27,936.99
Undist. Expend. - Student Transportation Serv.						
Salaries of Non-Instructional Aides	000-270-107	113,488.00	2,081.76	115,569.76	115,568.96	0.80
Contracted Services - Aid In Lieu of Payments	000-270-503	38,000.00	1,560.45	39,560.45	37,560.45	-
Contracted Services (Between Home and School) - Vendors	000-270-511	450,000.00	(63,083.89)	386,916.11	385,048.80	1,867.31
Contracted Services (Other than Between Home and School) - Vendors	000-270-512	414,480.00	21,522.97	435,982.97	403,483.99	32,518.98
Contracted Services (Special Education Students) - Vendors	000-270-514	808,100.00	39,332.44	847,432.44	845,432.44	-
Total Undist. Expend. - Student Transportation Serv.		1,820,068.00	1,413.73	1,821,461.73	1,587,074.84	34,387.09
UNALLOCATED BENEFITS						
Social Security Contributions	000-291-220	595,000.00	1,270.88	596,270.88	596,270.89	-
T.P.A.F. Contributions - ERIP	000-291-232	15,000.00	(15,000.00)	-	-	-
Other Retirement Contributions - PERS	000-291-241	899,463.00	9,481.24	908,944.24	824,189.54	84,754.70
Other Retirement Contributions - DCRP	000-291-249	-	13,729.11	13,729.11	10,875.01	2,854.10
Unemployment Compensation	000-291-250	40,000.00	-	40,000.00	21,000.00	19,000.00
Workmen's Compensation	000-291-280	422,052.00	-	422,052.00	373,213.13	48,838.87
Health Benefits	000-291-270	5,404,055.00	(610,745.17)	4,793,309.83	4,641,473.36	151,836.47
Other Employee Benefits	000-291-290	61,000.00	(4,047.49)	56,952.51	33,519.83	23,432.68
TOTAL UNALLOCATED BENEFITS		7,236,570.00	(605,311.42)	6,631,258.58	5,300,641.58	330,717.02
TPAF Pension PRM (On-Behalf - Non-Budgeted)		-	-	-	2,408,886.00	(2,408,886.00)
TPAF Social Security (Reimbursed - Non-Budgeted)		-	-	-	2,198,969.14	(2,198,969.14)
TOTAL ON-BEHALF CONTRIBUTIONS		-	-	-	4,608,855.14	(4,608,855.14)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS		7,236,570.00	(605,311.42)	6,631,258.58	10,909,398.70	(4,278,138.12)
TOTAL UNDISTRIBUTED EXPENDITURES		27,708,060.71	(372,136.63)	27,335,924.08	31,075,074.25	(3,739,150.17)
TOTAL GENERAL CURRENT EXPENSE		50,854,522.24	790,948.44	51,645,470.68	55,092,591.49	(3,447,120.81)
CAPITAL OUTLAY						
Equipment						
Regular Programs - Instruction:						
Grades 9-12	140-100-730	49,441.30	(38,687.01)	10,854.29	2,841.30	8,012.99
Undistributed Expenditures:						
Undistributed Expenditures - Required Maintenance	000-261-730	73,074.87	18,215.00	91,289.87	86,214.71	5,075.16
Total Equipment		122,516.17	(20,372.01)	102,144.16	89,056.01	13,088.15
Facilities Acquisition and Construction Services						
Architectural/Engineering Services	000-400-334	8,473.51	-	8,473.51	-	8,473.51
Construction Services	000-400-450	-	98,050.00	98,050.00	34,360.00	63,700.00
Lease Purchase Agreements - Principal	000-400-721	717,444.00	(717,444.00)	-	-	-
Assessment for Debt Service on SDA Funding	000-400-898	67,210.00	-	67,210.00	67,210.00	-
Total Facilities Acquisition and Construction Services		793,127.51	(619,394.00)	173,733.51	101,560.00	72,173.51
TOTAL CAPITAL OUTLAY		915,643.68	(639,766.01)	275,877.57	190,616.01	85,261.68

BOARD OF EDUCATION
 NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2015

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
SPECIAL SCHOOLS						
Summer School - Instruction						
Other Salaries for Instruction	422-100-106	\$ 85,000.00	\$ (47,960.50)	\$ 17,039.50	\$ 17,039.50	\$ -
General Supplies	422-100-810	1,000.00	(1,000.00)	-	-	-
Total Summer School - Instruction		<u>86,000.00</u>	<u>(48,960.50)</u>	<u>17,039.50</u>	<u>17,039.50</u>	<u>-</u>
Summer School - Support Services						
Personal Services - Employee Benefits	422-200-200	5,000.00	(3,700.09)	1,299.91	1,299.91	-
Total Summer School - Support Services		<u>5,000.00</u>	<u>(3,700.09)</u>	<u>1,299.91</u>	<u>1,299.91</u>	<u>-</u>
Total Summer School		<u>71,000.00</u>	<u>(52,660.59)</u>	<u>18,339.41</u>	<u>18,339.41</u>	<u>-</u>
TOTAL SPECIAL SCHOOLS		<u>71,000.00</u>	<u>(52,660.59)</u>	<u>18,339.41</u>	<u>18,339.41</u>	<u>-</u>
TOTAL EXPENDITURES		<u>51,841,185.92</u>	<u>98,521.84</u>	<u>51,939,897.78</u>	<u>55,301,548.91</u>	<u>(3,361,859.15)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures		<u>(893,797.92)</u>	<u>(88,521.84)</u>	<u>(992,319.76)</u>	<u>394,231.84</u>	<u>1,386,551.60</u>
Other Financing Sources (Uses):						
Operating Transfer Out:						
Capital Reserve Account Transferred to Capital Projects Fund	000-400-931		(338,200.00)	(338,200.00)	(338,200.00)	-
Total Other Financing Sources (Uses)			<u>(338,200.00)</u>	<u>(338,200.00)</u>	<u>(338,200.00)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)		<u>(893,797.92)</u>	<u>(434,721.84)</u>	<u>(1,328,519.76)</u>	<u>58,031.84</u>	<u>1,386,551.60</u>
Fund Balance, July 1		<u>3,460,887.07</u>	<u>-</u>	<u>3,460,887.07</u>	<u>3,460,887.07</u>	<u>-</u>
Fund Balance, June 30		<u>\$ 2,568,889.15</u>	<u>\$ (434,721.84)</u>	<u>\$ 2,132,187.31</u>	<u>\$ 3,518,718.91</u>	<u>\$ 1,386,551.60</u>
Recapitulation of Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over (Under) Expenditures and Other Financing Sources (Uses):						
Increase in Capital Reserve		\$ 1,800.00	\$ -	\$ 1,800.00	\$ 443,144.24	\$ 441,344.24
Withdrawal from Capital Reserve			(338,200.00)	(338,200.00)	(338,200.00)	-
Adjustment for Prior Year Encumbrances		(355,597.92)	-	(355,597.92)	(355,597.92)	-
Budgeted Fund Balance		<u>(540,000.00)</u>	<u>(88,521.84)</u>	<u>(628,521.84)</u>	<u>306,885.52</u>	<u>\$ 845,207.38</u>
Total		<u>\$ (893,797.92)</u>	<u>\$ (434,721.84)</u>	<u>\$ (1,328,519.76)</u>	<u>\$ 58,031.84</u>	<u>\$ 1,386,551.60</u>
Analysis of Fund Balance June 30, 2015:						
Restricted Fund Balance:						
Capital Reserve Account					\$ 1,858,069.55	
Assigned Fund Balance:						
Year-end Encumbrances					342,071.52	
Designated for Subsequent Year's Expenditures					500,000.00	
Unassigned Fund Balance					<u>1,020,577.84</u>	
					<u>\$ 3,518,718.91</u>	
Reconciliation of Budgetary Fund Balance to GAAP Fund Balance:						
Fund Balance June 30, 2015					\$ 3,518,718.91	
Last Two Current Year State Aid Payments Not Realized on GAAP Basis					<u>(49,960.00)</u>	
					<u>\$ 3,468,758.91</u>	

BOARD OF EDUCATION
 NORTHERN VALLEY REGIONAL HIGH 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:					
State Sources	\$ -	\$ 138,152.00	\$ 138,152.00	\$ 124,441.24	\$ 13,710.76
Federal Sources	605,827.00	153,978.00	759,805.00	759,805.00	-
Local Sources	<u>112,509.00</u>	<u>(8,994.15)</u>	<u>103,514.85</u>	<u>79,957.86</u>	<u>23,558.99</u>
Total Revenues	<u>\$ 718,336.00</u>	<u>\$ 283,135.85</u>	<u>\$ 1,001,471.85</u>	<u>\$ 964,204.10</u>	<u>\$ 37,267.75</u>
EXPENDITURES:					
Instruction					
Personal Services - Salaries	\$ 57,918.00	\$ 11,668.00	\$ 69,586.00	\$ 69,586.00	\$ -
Other Purchased Services (400-500 series)	395,858.00	99,033.00	494,891.00	490,229.00	4,662.00
General Supplies	44,552.00	55,223.89	99,775.89	95,461.28	4,314.61
Textbooks	<u>22,239.00</u>	<u>7,194.00</u>	<u>29,433.00</u>	<u>29,433.00</u>	<u>-</u>
Total Instruction	<u>520,567.00</u>	<u>173,118.89</u>	<u>693,685.89</u>	<u>684,709.28</u>	<u>8,976.61</u>
Support Services					
Personal Services - Employee Benefits		15,608.00	15,608.00	15,608.00	-
Purchased Professional and Technical Services	36,354.00	18,185.00	54,539.00	54,539.00	-
Purchased Professional - Educational Services	161,415.00	12,455.00	173,870.00	160,159.24	13,710.76
Purchased Property Services		43,025.44	43,025.44	28,445.06	14,580.38
Other Purchased Services (400-500 series)		8,730.00	8,730.00	8,730.00	-
Travel		38.52	38.52	38.52	-
Other Objects	<u>-</u>	<u>11,975.00</u>	<u>11,975.00</u>	<u>11,975.00</u>	<u>-</u>
Total Support Services	<u>197,769.00</u>	<u>110,016.96</u>	<u>307,785.96</u>	<u>279,494.82</u>	<u>28,291.14</u>
Total Expenditures	<u>718,336.00</u>	<u>283,135.85</u>	<u>1,001,471.85</u>	<u>964,204.10</u>	<u>37,267.75</u>
Total Outflows	<u>\$ 718,336.00</u>	<u>\$ 283,135.85</u>	<u>\$ 1,001,471.85</u>	<u>\$ 964,204.10</u>	<u>\$ 37,267.75</u>

**NOTES TO REQUIRED SUPPLEMENTARY
INFORMATION –
PART II**

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH 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

	<u>Exhibit</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1&C-2]	\$ 55,695,778.75	\$ 964,204.10
Difference - budget to GAAP:			
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense in accordance with GASB 33.		(30,505.00)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	<u>\$ 55,665,273.75</u>	<u>\$ 964,204.10</u>
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1&C-2]	\$ 55,301,546.91	\$ 964,204.10
Differences - budget to GAAP:			
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	<u>\$ 55,301,546.91</u>	<u>\$ 964,204.10</u>

**REQUIRED SUPPLEMENTARY INFORMATION -
PART III**

Section L

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSIONS
(GASB 68)**

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability- PERS**

	<u>Fiscal Year Ending June 30,</u>	
	<u>2014</u>	<u>2015</u>
District's proportion of the net pension liability	0.1268129929%	0.1202671453%
District's proportionate share of the net pension liability	\$ 24,236,483.00	\$ 22,517,299.00
District's covered employee payroll	\$ 8,698,012.00	\$ 8,820,274.00
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	278.64%	255.29%
Plan fiduciary net position as a percentage of the total pension liability	48.72%	52.08%

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT
Schedule of District Contributions- PERS

	Fiscal Year Ending June 30,	
	2014	2015
Contractually required contribution	\$ 1,063,968.00	\$ 991,465.00
Contributions in relation to the contractually required contribution	<u>(1,063,968.00)</u>	<u>(991,465.00)</u>
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered employee payroll	\$ 8,698,012.00	\$ 8,820,274.00
Contributions as a percentage of covered employee payroll	12.23%	11.24%

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability- TPAF**

	<u>Fiscal Year Ending June 30,</u>	
	<u>2014</u>	<u>2015</u>
District's proportion of the State's net pension liability	0.2788389362%	0.2901435747%
District's proportionate share of the State's net pension liability	\$ 140,923,005.24	\$ 155,072,297.57
District's covered employee payroll	\$ 28,604,258.00	\$ 30,464,167.00
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	492.66%	509.03%
Plan fiduciary net position as a percentage of the total pension liability	33.76%	33.64%

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

**NOTES TO REQUIRED SUPPLEMENTARY
INFORMATION –
PART III**

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2015

PUBLIC EMPLOYEES' RETIREMENT SYSTEM

A. Benefit Changes

There were none.

B. Changes of Assumptions

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

TEACHERS' PENSION AND ANNUITY FUND

A. Benefit Changes

There were none.

B. Changes of Assumptions

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

OTHER SUPPLEMENTARY INFORMATION

Section D

SCHOOL LEVEL SCHEDULES

Section E
SPECIAL REVENUE FUND

BOARD OF EDUCATION
 NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2015

		<u>Total</u>	<u>State Aid</u>	<u>Federal Aid</u>	<u>Local Aid</u>
REVENUES					
State Sources		\$ 124,441.24	\$ 124,441.24	\$ -	\$ -
Federal Sources		759,805.00	-	759,805.00	-
Local Sources		<u>79,957.86</u>	<u>-</u>	<u>-</u>	<u>79,957.86</u>
Total Revenues		<u>\$ 964,204.10</u>	<u>\$ 124,441.24</u>	<u>\$ 759,805.00</u>	<u>\$ 79,957.86</u>
EXPENDITURES:					
Instruction:					
Personal Services - Salaries	100-100	\$ 69,586.00	\$ -	\$ 60,030.00	\$ 9,556.00
Other Purchased Services (400-500 series)	100-500	490,229.00	-	490,229.00	-
General Supplies	100-610	95,461.28	-	53,543.00	41,918.28
Textbooks	100-840	<u>29,433.00</u>	<u>29,433.00</u>	<u>-</u>	<u>-</u>
Total Instruction		<u>684,709.28</u>	<u>29,433.00</u>	<u>603,802.00</u>	<u>51,474.28</u>
Support Services:					
Personal Services - Employee Benefits	200-200	15,608.00	-	15,608.00	-
Purchased Professional and Technical Services	200-300	54,539.00	54,539.00	-	-
Purchased Professional - Educational Services	200-320	160,159.24	40,469.24	119,690.00	-
Purchased Property Services	200-400	28,445.06	-	-	28,445.06
Other Purchased Services (400-500 series)	200-500	8,730.00	-	8,730.00	-
Travel	200-580	38.52	-	-	38.52
Other Objects	200-800	<u>11,975.00</u>	<u>-</u>	<u>11,975.00</u>	<u>-</u>
Total Support Services		<u>279,494.82</u>	<u>95,008.24</u>	<u>156,003.00</u>	<u>28,483.58</u>
Total Expenditures		<u>\$ 964,204.10</u>	<u>\$ 124,441.24</u>	<u>\$ 759,805.00</u>	<u>\$ 79,957.86</u>

BOARD OF EDUCATION
 NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
 Special Revenue Fund
 Combining Schedule of State Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2015

		N.J. Nonpublic Textbook Aid	N.J. Nonpublic Auxiliary Services	N.J. Nonpublic Handicapped Services	N.J. Nonpublic Nursing Services	N.J. Nonpublic Technology Initiative
	Total					
REVENUES						
State Sources	\$ 124,441.24	\$ 29,433.00	\$ 8,151.78	\$ 16,509.46	\$ 54,539.00	\$ 15,808.00
Total State Revenues	<u>\$ 124,441.24</u>	<u>\$ 29,433.00</u>	<u>\$ 8,151.78</u>	<u>\$ 16,509.46</u>	<u>\$ 54,539.00</u>	<u>\$ 15,808.00</u>
EXPENDITURES:						
Instruction:						
Textbooks	100-640	\$ 29,433.00	\$ 29,433.00	\$ -	\$ -	\$ -
Total Instruction		<u>29,433.00</u>	<u>29,433.00</u>			
Support Services:						
Purchased Professional and Technical Services	200-300	54,539.00			54,539.00	
Purchased Professional - Educational Services	200-320	40,469.24	8,151.78	16,509.46	-	15,808.00
Total Support Services		<u>95,008.24</u>	<u>8,151.78</u>	<u>16,509.46</u>	<u>54,539.00</u>	<u>15,808.00</u>
Total Expenditures		<u>\$ 124,441.24</u>	<u>\$ 29,433.00</u>	<u>\$ 8,151.78</u>	<u>\$ 16,509.46</u>	<u>\$ 54,539.00</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Federal Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015

		<u>Total</u>	<u>E.S.E.A.</u>			<u>I.D.E.A.</u>
			<u>Title I</u>	<u>Title II</u>	<u>Title III</u>	<u>Part B</u>
					<u>Basic</u>	
REVENUES						
Federal Sources		\$ 759,805.00	\$ 83,209.00	\$ 130,536.00	\$ 55,831.00	\$ 490,229.00
Total Federal Revenues		<u>\$ 759,805.00</u>	<u>\$ 83,209.00</u>	<u>\$ 130,536.00</u>	<u>\$ 55,831.00</u>	<u>\$ 490,229.00</u>
EXPENDITURES:						
Instruction:						
Personal Services - Salaries	100-100	\$ 60,030.00	\$ 60,030.00	\$ -	\$ -	\$ -
Other Purchased Services (400-500 series)	100-500	490,229.00				490,229.00
General Supplies	100-810	53,543.00	-		53,543.00	-
Total Instruction		<u>603,802.00</u>	<u>60,030.00</u>		<u>53,543.00</u>	<u>490,229.00</u>
Support Services:						
Personal Services - Employee Benefits	200-200	15,608.00	15,608.00			
Purchased Professional - Educational Services	200-320	119,690.00		119,690.00		
Other Purchased Services (400-500 series)	200-500	8,730.00	3,411.00	4,319.00	1,000.00	
Other Objects	200-800	11,975.00	4,180.00	6,527.00	1,288.00	
Total Support Services		<u>156,003.00</u>	<u>23,179.00</u>	<u>130,536.00</u>	<u>2,288.00</u>	<u>-</u>
Total Expenditures		<u>\$ 759,805.00</u>	<u>\$ 83,209.00</u>	<u>\$ 130,536.00</u>	<u>\$ 55,831.00</u>	<u>\$ 490,229.00</u>

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Local Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	<u>Total</u>	<u>Japanese Sakura Grant</u>	<u>Other Donations</u>	<u>Teens and Totals</u>	<u>NJSIG Grant</u>	<u>Hero & Cool Kids Donations</u>
REVENUES						
Local Sources	\$ 79,957.86	\$ 938.52	\$ 50,090.55	\$ 1,042.19	\$ 11,830.60	\$ 16,056.00
Total Local Revenues	\$ 79,957.86	\$ 938.52	\$ 50,090.55	\$ 1,042.19	\$ 11,830.60	\$ 16,056.00
EXPENDITURES:						
Instruction:						
Personal Services - Salaries	100-100 \$ 9,556.00	\$ -	\$ -	\$ -	\$ -	\$ 9,556.00
General Supplies	100-610 41,918.28	900.00	30,223.49	1,042.19	3,252.60	8,500.00
Total Instruction	51,474.28	900.00	30,223.49	1,042.19	3,252.60	16,056.00
Support Services:						
Purchased Property Services	200-400 28,445.08		19,867.06		8,578.00	
Travel	200-580 38.52	38.52	-		-	
Total Support Services	28,483.58	38.52	19,867.06	-	8,578.00	-
Total Expenditures	\$ 79,957.86	\$ 938.52	\$ 50,090.55	\$ 1,042.19	\$ 11,830.60	\$ 16,056.00

Section F
CAPITAL PROJECTS FUND

BOARD OF EDUCATION
 NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Project Expenditures
 For the Year Ended June 30, 2015

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations 6/30/15
			Prior Years	Current Year	
Various Improvements to Demarest High School	9/25/01	\$ 14,594,832.52	\$ 14,583,608.38	\$ -	\$ 11,228.14
Various Improvements to Old Tappan High School	9/25/01	13,917,966.59	13,909,882.97	-	8,083.62
Improvements to Schools	4/17/07	2,186,000.00	2,185,805.00	-	195.00
Improvements to Schools	4/21/08	3,793,534.48	3,816,755.00	-	(23,220.54)
HVAC and Roof Replacement	7/24/15	821,102.00	-	-	821,102.00
Totals		\$ 35,313,435.57	\$ 34,496,049.35	\$ -	\$ 817,386.22

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2015

REVENUES AND OTHER FINANCING SOURCES

State Sources - SDA Grant	\$ 484,902.00
Bond Proceeds	-
Contribution from private sources	-
Transfer from capital reserve	336,200.00
Transfer from capital outlay	-
Total Revenues	<u>821,102.00</u>

EXPENDITURES AND OTHER FINANCING USES

Equipment (73X)	-
Salaries (100)	-
Legal Services (331)	-
Other Purchased Professional and Technical Services (390)	-
Construction Services (450)	-
General Supplies (610)	-
Land and Improvements (710)	-
Lease Purchase Agreements - Principal (721)	-
Buildings other than Lease Purchase Agreements - Principal (722)	-
Other Objects (800)	-
Total Expenditures	<u>-</u>

Excess (deficiency) of revenues over (under) expenditures 821,102.00

Fund Balance - July 1 (3,715.78)

Fund Balance - June 30 \$ 817,386.22

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Various Improvements to Demarest High School
From Inception and for the Year Ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 3,467,522.93	\$ -	\$ 3,467,522.93	\$ 3,467,522.93
Bond Proceeds	11,127,309.59		11,127,309.59	11,127,637.59
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay			-	
Total Revenues	<u>14,594,832.52</u>	<u>-</u>	<u>14,594,832.52</u>	<u>14,595,160.52</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)	637,570.37		637,570.37	350,000.00
Salaries (100)	-		-	
Legal Services (331)	-		-	
Other Purchased Professional and Technical Services (390)	1,394,724.82		1,394,724.82	1,600,000.00
Construction Services (450)	9,710,509.29		9,710,509.29	9,985,160.52
General Supplies (610)	139,318.28		139,318.28	150,000.00
Land and Improvements (710)	2,691,527.37		2,691,527.37	2,500,000.00
Lease Purchase Agreements - Principal (721)	-		-	
Buildings other than Lease Purchase Agreements - Principal (722)	-		-	
Other Objects (800)	9,956.45	-	9,956.45	10,000.00
Total Expenditures	<u>14,583,606.38</u>	<u>-</u>	<u>14,583,606.38</u>	<u>14,595,160.52</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 11,226.14</u>	<u>\$ -</u>	<u>\$ 11,226.14</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP202013			
Grant Date	9/6/02			
Bond Authorization Date	9/25/01			
Bonds Authorized	\$ 11,811,328.00			
Bonds Issued	\$ 11,811,000.00			
Original Authorized Cost	\$ 15,278,850.93			
Additional Authorized Cost	\$ (683,690.41)			
Revised Authorized Cost	\$ 14,595,160.52			
Percentage Increase over Original Authorized Cost	-4.47%			
Percentage Completed	99.92%			
Original Target Completion Date	9/1/05			
Revised Target Completion Date	9/1/06			

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Various Improvements to Old Tappan High School
From Inception and for the Year Ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 3,078,657.00	\$ -	\$ 3,078,657.00	\$ 3,078,657.00
Bond Proceeds	10,839,309.59		10,839,309.59	10,839,801.59
Contribution from private sources			-	
Transfer from capital reserve	-		-	
Transfer from capital outlay	-		-	
Total Revenues	<u>13,917,966.59</u>	<u>-</u>	<u>13,917,966.59</u>	<u>13,918,458.59</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)	468,771.05		468,771.05	250,000.00
Salaries (100)	-		-	
Legal Services (331)	-		-	
Other Purchased Professional and Technical Services (390)	1,218,737.98		1,218,737.98	1,250,000.00
Construction Services (450)	9,696,384.25		9,696,384.25	9,758,458.59
General Supplies (610)	138,418.18		138,418.18	150,000.00
Land and Improvements (710)	2,378,507.19		2,378,507.19	2,500,000.00
Lease Purchase Agreements - Principal (721)	-		-	
Buildings other than Lease Purchase Agreements - Principal (722)	-		-	
Other Objects (800)	9,064.32	-	9,064.32	10,000.00
Total Expenditures	<u>13,909,882.97</u>	<u>-</u>	<u>13,909,882.97</u>	<u>13,918,458.59</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 8,083.62</u>	<u>\$ -</u>	<u>\$ 8,083.62</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP202012			
Grant Date	9/6/02			
Bond Authorization Date	9/25/01			
Bonds Authorized	\$ 11,523,492.00			
Bonds Issued	\$ 11,523,000.00			
Original Authorized Cost	\$ 14,602,149.00			
Additional Authorized Cost	\$ (683,690.41)			
Revised Authorized Cost	\$ 13,918,458.59			
Percentage Increase over Original Authorized Cost	-4.68%			
Percentage Completed	99.94%			
Original Target Completion Date	9/1/05			
Revised Target Completion Date	9/1/06			

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Improvements to Schools
From Inception and for the Year Ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ -	\$ -	\$ -	\$ -
Bond Proceeds	2,186,000.00	-	2,186,000.00	2,186,130.00
Contribution from private sources	-	-	-	-
Transfer from capital reserve	-	-	-	-
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>2,186,000.00</u>	<u>-</u>	<u>2,186,000.00</u>	<u>2,186,130.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)	878,662.74	-	878,662.74	900,000.00
Salaries (100)	-	-	-	-
Legal Services (331)	-	-	-	-
Other Purchased Professional and Technical Services (390)	150,114.50	-	150,114.50	175,000.00
Construction Services (450)	1,157,027.76	-	1,157,027.76	1,111,130.00
General Supplies (610)	-	-	-	-
Land and Improvements (710)	-	-	-	-
Lease Purchase Agreements - Principal (721)	-	-	-	-
Buildings other than Lease Purchase Agreements - Principal (722)	-	-	-	-
Other Objects (800)	-	-	-	-
Total Expenditures	<u>2,185,805.00</u>	<u>-</u>	<u>2,185,805.00</u>	<u>2,186,130.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 195.00</u>	<u>\$ -</u>	<u>\$ 195.00</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	4/17/07			
Bonds Authorized	\$ 2,186,130.00			
Bonds Issued	\$ 2,186,000.00			
Original Authorized Cost	\$ 2,186,130.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 2,186,130.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	99.99%			
Original Target Completion Date	12/1/07			
Revised Target Completion Date	12/1/07			

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Improvements to Schools
From Inception and for the Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 1,503,534.46	\$ -	\$ 1,503,534.46	\$ 1,526,755.00
Bond Proceeds	2,290,000.00		2,290,000.00	2,290,133.00
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay			-	
Total Revenues	<u>3,793,534.46</u>	<u>-</u>	<u>3,793,534.46</u>	<u>3,816,888.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)			-	
Other Purchased Professional and Technical Services (390)	514,514.03		514,514.03	657,147.00
Construction Services (450)	3,302,240.97		3,302,240.97	3,159,741.00
General Supplies (610)			-	
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)			-	
Total Expenditures	<u>3,816,755.00</u>	<u>-</u>	<u>3,816,755.00</u>	<u>3,816,888.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (23,220.54)</u>	<u>\$ -</u>	<u>\$ (23,220.54)</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP3710-050-09-0KAU			
Project Number	SP3710-050-09-0KAV			
Project Number	SP3710-060-09-0KAW			
Project Number	SP3710-060-09-0KAX			
Grant Date	5/26/09			
Bond Authorization Date	4/21/09			
Bonds Authorized	\$ 2,290,133.00			
Bonds Issued	\$ 2,290,000.00			
Original Authorized Cost	\$ 3,816,888.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 3,816,888.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	100.00%			
Original Target Completion Date	10/1/10			
Revised Target Completion Date	10/1/10			

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
HVAC and Roof Replacement
From Inception and for the Year Ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ -	\$ 484,902.00	\$ 484,902.00	\$ 484,902.00
Bond Proceeds			-	
Contribution from private sources			-	
Transfer from capital reserve		336,200.00	336,200.00	727,354.00
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>-</u>	<u>821,102.00</u>	<u>821,102.00</u>	<u>1,212,256.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)			-	
Other Purchased Professional and Technical Services (390)			-	50,000.00
Construction Services (450)			-	1,162,256.00
General Supplies (610)			-	
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,212,256.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 821,102.00</u>	<u>\$ 821,102.00</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP3710-050-14-G1FH			
Grant Date	7/24/15			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,212,256.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,212,256.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	0.00%			
Original Target Completion Date	9/1/15			
Revised Target Completion Date	9/1/15			

Section G
PROPRIETARY FUNDS

ENTERPRISE FUND

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Net Position
Proprietary Funds
June 30, 2015

Business-type Activities -
Enterprise Funds

	Non-Major Programs						Total Non-Major Programs	Major Programs				Totals
	Food Service	Wee Tots	Teens and Tots	Swimming	Ice Hockey	SAT Classes		Technical Services	Regional Cooperative Program	Regional Transportation	Regional Special Education	
ASSETS												
Current Assets:												
Cash and cash equivalents	\$ 62,383.93	\$ 17,074.04	\$ (100,343.90)	\$ 52,090.73	\$ 9,557.46	\$ 72,836.37	\$ 113,598.63	\$ (42,611.08)	\$ 708,371.29	\$ (24,354.07)	\$ 3,378,113.77	\$ 4,133,118.54
Other receivables	11,446.25	4,555.00	20.00	5,683.00	320.00	-	22,024.25	413,020.08	33,240.00	498,646.11	742,983.46	1,709,913.90
Inventories	3,538.15	-	-	-	-	-	3,538.15	-	-	-	-	3,538.15
Total Current Assets	<u>77,368.33</u>	<u>21,629.04</u>	<u>(100,323.90)</u>	<u>57,773.73</u>	<u>9,877.46</u>	<u>72,836.37</u>	<u>139,161.03</u>	<u>370,409.00</u>	<u>741,611.29</u>	<u>474,292.04</u>	<u>4,121,097.23</u>	<u>5,846,570.59</u>
Noncurrent assets:												
Furniture, machinery and equipment	55,886.11	-	-	-	-	-	55,886.11	-	-	-	234,665.82	290,551.93
Less accumulated depreciation	(30,345.24)	-	-	-	-	-	(30,345.24)	-	-	-	(117,267.99)	(147,613.23)
Total Noncurrent Assets	<u>25,540.87</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,540.87</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>117,397.83</u>	<u>142,938.70</u>
Total Assets	<u>102,909.20</u>	<u>21,629.04</u>	<u>(100,323.90)</u>	<u>57,773.73</u>	<u>9,877.46</u>	<u>72,836.37</u>	<u>164,701.90</u>	<u>370,409.00</u>	<u>741,611.29</u>	<u>474,292.04</u>	<u>4,238,495.06</u>	<u>5,989,509.29</u>
LIABILITIES												
Current Liabilities:												
Accounts payable	27,933.16	-	-	-	-	-	27,933.16	-	55.12	884.00	-	28,872.28
Unearned revenue	4,256.62	-	7,578.00	-	-	-	11,834.62	-	-	-	-	11,834.62
Interfund payable	0.08	-	-	-	-	-	0.08	52,000.00	-	-	-	52,000.08
Deposits payable	-	900.00	-	-	-	-	900.00	-	-	2,849.05	-	3,749.05
Total Current Liabilities	<u>32,189.86</u>	<u>900.00</u>	<u>7,578.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,667.86</u>	<u>52,000.00</u>	<u>55.12</u>	<u>3,733.05</u>	<u>-</u>	<u>96,456.03</u>
Noncurrent Liabilities:												
Compensated absences	-	-	3,858.75	-	-	-	3,858.75	12,908.75	67,399.56	-	55,707.26	139,874.32
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>3,858.75</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,858.75</u>	<u>12,908.75</u>	<u>67,399.56</u>	<u>-</u>	<u>55,707.26</u>	<u>139,874.32</u>
Total Liabilities	<u>32,189.86</u>	<u>900.00</u>	<u>11,436.75</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>44,526.61</u>	<u>64,908.75</u>	<u>67,454.68</u>	<u>3,733.05</u>	<u>55,707.26</u>	<u>236,330.35</u>
NET POSITION												
Net investment in capital assets	25,540.87	-	-	-	-	-	25,540.87	-	-	-	117,397.83	142,938.70
Unrestricted	45,178.47	20,729.04	(111,760.65)	57,773.73	9,877.46	72,836.37	94,634.42	305,500.25	674,156.61	470,558.99	4,065,389.97	5,610,240.24
Total Net Position	<u>\$ 70,719.34</u>	<u>\$ 20,729.04</u>	<u>\$ (111,760.65)</u>	<u>\$ 57,773.73</u>	<u>\$ 9,877.46</u>	<u>\$ 72,836.37</u>	<u>\$ 120,175.29</u>	<u>\$ 305,500.25</u>	<u>\$ 674,156.61</u>	<u>\$ 470,558.99</u>	<u>\$ 4,182,787.80</u>	<u>\$ 5,753,178.94</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2016

Business-type Activities -
Enterprise Funds

	Non-Major Programs						Total Non-Major Programs	Major Programs				Totals
	Food Service	Wee Tots	Teens and Tots	Swimming	Ice Hockey	SAT Classes		Technical Services	Regional Cooperative Program	Regional Transportation	Regional Special Education	
Operating Revenues:												
Charges for services:												
Daily sales - non-reimbursable programs	\$ 878,908.60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 878,908.60	\$ -	\$ -	\$ -	\$ -	\$ 878,908.60
Special functions	59,578.35						59,578.35					59,578.35
Program fees		220,999.35	234,335.10	25,654.00	24,080.00	33,550.00	538,618.45	1,318,641.83	1,334,198.00		15,419,457.85	18,610,915.93
Transportation fees from other LEA's within the state										1,988,757.30		1,988,757.30
Total Operating Revenues	938,486.95	220,999.35	234,335.10	25,654.00	24,080.00	33,550.00	1,477,105.40	1,318,641.83	1,334,198.00	1,988,757.30	15,419,457.85	21,518,180.18
Operating Expenses:												
Cost of sales	429,420.54						429,420.54					429,420.54
Salaries	293,445.34	217,939.35	305,306.97			17,600.00	834,291.66	787,512.47	662,308.97		10,144,068.32	12,428,181.42
Employee benefits	63,652.11		8,096.64				73,062.00	56,807.29	139,107.09		3,808,451.01	4,077,427.39
Purchased professional services	39,598.28						39,598.28	59,594.07	308,364.08		159,765.60	567,322.03
Rentals				19,580.00	21,825.00		41,405.00				841,320.34	882,725.34
Other purchased services	68,454.10						68,454.10		40,153.17	1,694,079.60	43,127.09	1,845,813.96
Maintenance	5,085.17						5,085.17					5,085.17
General supplies	33,303.74		3,587.11	2,572.25		1,988.85	41,452.95	646,974.27	33,572.03		218,161.15	940,160.40
Depreciation	7,569.48						7,569.48				17,398.19	24,967.67
Total Operating Expenses	940,526.76	217,939.35	316,990.72	22,152.25	21,825.00	20,903.10	1,540,339.18	1,550,888.10	1,183,505.34	1,694,079.60	15,232,291.70	21,201,103.92
Operating Income (Loss)	(2,041.81)	3,060.00	(82,655.62)	3,501.75	2,255.00	12,646.90	(63,233.78)	(232,246.27)	150,692.66	274,677.70	187,165.95	317,056.26
Nonoperating Revenues (Expenses):												
Interest and investment revenue											6,239.39	6,239.39
Total Nonoperating Revenues (Expenses)											6,239.39	6,239.39
Income (loss) before contributions and transit	(2,041.81)	3,060.00	(82,655.62)	3,501.75	2,255.00	12,646.90	(63,233.78)	(232,246.27)	150,692.66	274,677.70	193,405.34	323,295.65
Transfers in (out)												
Change in net position	(2,041.81)	3,060.00	(82,655.62)	3,501.75	2,255.00	12,646.90	(63,233.78)	(232,246.27)	150,692.66	274,677.70	193,405.34	323,295.65
Total Net Position—Beginning	72,761.15	17,669.04	(29,105.03)	54,271.98	7,622.46	60,189.47	183,409.07	537,746.52	523,463.95	195,881.29	3,989,382.46	5,429,883.29
Total Net Position—Ending	\$ 70,719.34	\$ 20,729.04	\$ (111,760.65)	\$ 57,773.73	\$ 9,877.46	\$ 72,836.37	\$ 120,175.29	\$ 305,500.25	\$ 674,156.61	\$ 470,558.99	\$ 4,182,787.80	\$ 5,753,178.94

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015

Business-type Activities -
Enterprise Funds

	Non-Major Programs						Major Programs				Totals	
	Food Service	Wee Totals	Teens and Totals	Swimming	Ice Hockey	SAT Classes	Total Non-Major Programs	Technical Services	Regional Cooperative Program	Regional Transportation		Regional Special Education
CASH FLOWS FROM OPERATING ACTIVITIES												
Receipts from customers	\$ 939,321.48	\$ 211,480.35	\$ 239,451.50	\$ 25,854.00	\$ 24,570.00	\$ 33,550.00	\$ 1,474,007.31	\$ 1,442,132.27	\$ 1,304,208.00	\$ 2,051,381.48	\$ 14,917,599.87	\$ 21,189,328.73
Payments to employees	(293,445.34)	(217,939.35)	(304,283.22)	-	-	(17,600.00)	(833,287.81)	(787,311.22)	(982,211.92)	-	(10,143,858.89)	(12,426,449.74)
Payments for employee benefits	(83,852.11)	-	(8,098.64)	-	-	(1,313.25)	(73,082.00)	(58,807.29)	(139,107.09)	-	(3,808,451.01)	(4,077,427.39)
Payments to suppliers	(548,781.85)	-	(3,587.11)	(22,152.25)	(21,825.00)	(1,889.85)	(598,318.06)	(713,850.52)	(382,034.16)	(1,700,136.58)	(1,280,781.19)	(4,873,098.49)
Net cash provided by (used for) operating activities	35,462.16	(6,478.00)	(78,515.47)	3,501.75	2,745.00	12,646.90	(28,838.66)	(115,836.76)	120,854.83	351,244.92	(315,271.22)	12,353.11
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES												
Purchases of capital assets	-	-	-	-	-	-	-	-	-	-	(59,972.45)	(59,972.45)
Net cash provided by (used for) capital and related financing activities	-	-	-	-	-	-	-	-	-	-	(59,972.45)	(59,972.45)
CASH FLOWS FROM INVESTING ACTIVITIES												
Interest and dividends	-	-	-	-	-	-	-	-	-	-	6,239.39	6,239.39
Net cash provided by (used for) investing activities	-	-	-	-	-	-	-	-	-	-	6,239.39	6,239.39
Net increase (decrease) in cash and cash equivalents	35,462.16	(6,478.00)	(78,515.47)	3,501.75	2,745.00	12,646.90	(28,838.66)	(115,836.76)	120,854.83	351,244.92	(388,004.28)	(41,379.95)
Balances—beginning of year	28,921.77	23,553.04	(23,828.43)	48,588.98	8,812.48	80,180.47	142,237.29	73,225.88	587,516.46	(375,588.99)	3,747,118.05	4,174,498.49
Balances—end of year	\$ 82,383.93	\$ 17,074.04	\$ (100,343.90)	\$ 52,090.73	\$ 9,557.48	\$ 72,836.37	\$ 113,598.63	\$ (42,611.08)	\$ 708,371.29	\$ (24,354.07)	\$ 3,378,113.77	\$ 4,133,118.54
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:												
Operating income (loss)	\$ (2,041.81)	\$ 3,060.00	\$ (82,855.82)	\$ 3,501.75	\$ 2,255.00	\$ 12,646.90	\$ (83,233.78)	\$ (232,246.27)	\$ 150,892.86	\$ 274,677.70	\$ 187,165.95	\$ 317,058.28
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:												
Depreciation and net amortization	7,569.48	-	-	-	-	-	7,569.48	-	-	-	17,398.19	24,967.67
(Increase) decrease in accounts receivable, net	1,950.20	150.00	3,460.00	-	480.00	-	8,050.20	123,490.44	(29,980.00)	94,824.18	(501,857.86)	(307,883.16)
(Increase) decrease in inventories	1,168.82	-	-	-	-	-	1,168.82	-	-	-	-	1,168.82
Increase (decrease) in unearned revenue and deposits payable	(1,115.89)	(9,889.00)	1,856.40	-	-	-	(9,148.29)	-	-	(12,000.00)	-	(21,148.29)
Increase (decrease) in accounts payable	27,933.16	-	-	-	-	-	27,933.16	(7,282.16)	55.12	(8,056.96)	(18,387.01)	(3,737.87)
Increase (decrease) in accrued salaries benefits	-	-	1,023.75	-	-	-	1,023.75	201.25	97.05	-	409.83	1,731.68
Total adjustments	37,503.97	(8,539.00)	6,140.15	-	480.00	-	34,585.12	116,409.51	(28,837.83)	78,587.22	(502,437.17)	(304,703.15)
Net cash provided by (used for) operating activities	\$ 35,462.16	\$ (6,478.00)	\$ (76,515.47)	\$ 3,501.75	\$ 2,745.00	\$ 12,646.90	\$ (28,838.66)	\$ (115,836.76)	\$ 120,854.83	\$ 351,244.92	\$ (315,271.22)	\$ 12,353.11

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

INTERNAL SERVICE FUND

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Net Position
Internal Service Funds
June 30, 2015**

	<u>Business Office Services</u>	<u>Totals</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 58,743.60	\$ 58,743.60
Accounts receivable	7,324.00	7,324.00
Interfund receivables	<u>52,000.00</u>	<u>52,000.00</u>
Total Current Assets	<u>118,067.60</u>	<u>118,067.60</u>
Total Assets	<u>118,067.60</u>	<u>118,067.60</u>
LIABILITIES		
Current Liabilities:		
Noncurrent Liabilities:		
Compensated absences	<u>29,345.14</u>	<u>29,345.14</u>
Total Noncurrent Liabilities	<u>29,345.14</u>	<u>29,345.14</u>
Total Liabilities	<u>29,345.14</u>	<u>29,345.14</u>
NET POSITION		
Unrestricted	<u>88,722.46</u>	<u>88,722.46</u>
Total Net Position	<u>\$ 88,722.46</u>	<u>\$ 88,722.46</u>

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2015**

	<u>Business Office Services</u>	<u>Totals</u>
Operating Revenues:		
Charges for services:		
Services provided to other school districts	\$ 239,788.00	\$ 239,788.00
Total Operating Revenues	<u>239,788.00</u>	<u>239,788.00</u>
 Operating Expenses:		
Salaries	261,425.81	261,425.81
Employee benefits	<u>7,683.38</u>	<u>7,683.38</u>
Total Operating Expenses	<u>269,109.19</u>	<u>269,109.19</u>
Operating Income (Loss)	<u>(29,321.19)</u>	<u>(29,321.19)</u>
Income (loss) before contributions and transfers	(29,321.19)	(29,321.19)
Transfers in (out)	<u>-</u>	<u>-</u>
Change in net position	(29,321.19)	(29,321.19)
Total Net Position—Beginning	<u>118,043.65</u>	<u>118,043.65</u>
 Total Net Position—Ending	 <u>\$ 88,722.46</u>	 <u>\$ 88,722.46</u>

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2015**

	<u>Business Office Services</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 259,234.00	\$ 259,234.00
Payments to employees	(232,080.67)	(232,080.67)
Payments for employee benefits	(7,683.38)	(7,683.38)
Payments to suppliers	<u>(1,200.00)</u>	<u>(1,200.00)</u>
Net cash provided by (used for) operating activities	<u>18,269.95</u>	<u>18,269.95</u>
Net increase (decrease) in cash and cash equivalents	18,269.95	18,269.95
Balances—beginning of year	<u>40,473.65</u>	<u>40,473.65</u>
Balances—end of year	<u>\$ 58,743.60</u>	<u>\$ 58,743.60</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	<u>\$ (29,321.19)</u>	<u>\$ (29,321.19)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation and net amortization		-
(Increase) decrease in accounts receivable, net	19,446.00	19,446.00
Increase (decrease) in accounts payable	(1,200.00)	(1,200.00)
Increase (decrease) in accrued salaries benefits	<u>29,345.14</u>	<u>29,345.14</u>
Total adjustments	<u>47,591.14</u>	<u>47,591.14</u>
Net cash provided by (used for) operating activities	<u>\$ 18,269.95</u>	<u>\$ 18,269.95</u>

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

Section H
FIDUCIARY FUND

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Student Activity Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2015**

<u>Schools</u>	<u>Balance June 30, 2014</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2015</u>
Senior High Schools:				
Demarest:				
General Organization Account	\$ 311,933.72	\$ 721,906.58	\$ 742,871.20	\$ 290,969.10
Athletic Account	86.08	86,828.98	86,794.81	120.25
Old Tappan:				
General Organization Account	226,143.26	594,360.16	557,912.34	262,591.08
Athletic Account	2,373.76	78,690.00	81,063.76	-
Interfund Payable	-	23.02	23.02	-
	<u>\$ 540,536.82</u>	<u>\$ 1,481,808.74</u>	<u>\$ 1,468,665.13</u>	<u>\$ 553,680.43</u>

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>June 30, 2014</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2015</u>
Payroll Deductions and Withholdings	\$ 6,141.19	\$ 21,793,235.66	\$ 21,793,519.32	\$ 5,857.53
Net Salaries and Wages	13,937.32	27,248,669.04	27,254,769.10	7,837.26
Section 125 Plan	15,824.00	70,886.02	65,628.43	21,081.59
Interfund Payable	<u>50,484.77</u>	<u>56,993.00</u>	<u>42,366.00</u>	<u>65,111.77</u>
	<u>\$ 86,387.28</u>	<u>\$ 49,169,783.72</u>	<u>\$ 49,156,282.85</u>	<u>\$ 99,888.15</u>

Section I
LONG - TERM DEBT

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
Long - Term Debt
Schedule of Serial Bonds
For the Fiscal Year Ended June 30, 2015**

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<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities of Bonds Outstanding June 30, 2015</u>			<u>Balance June 30, 2014</u>	<u>Retired Current Year</u>	<u>Balance June 30, 2015</u>
			<u>Date</u>	<u>Amount</u>	<u>Interest Rate</u>			
Refunding Bonds	12/20/06	\$ 16,865,000.00	2/1/16	\$ 1,280,000.00	5.000%	\$ 11,565,000.00	\$ 1,220,000.00	\$ 10,345,000.00
			2/1/17	1,350,000.00	5.000%			
			2/1/18	1,415,000.00	4.500%			
			2/1/19	1,485,000.00	4.500%			
			2/1/20	1,550,000.00	4.500%			
			2/1/21	1,620,000.00	4.500%			
			2/1/22	1,645,000.00	4.500%			
School Improvements	6/29/07	2,186,000.00	8/1/15	245,000.00	4.125%	995,000.00	235,000.00	760,000.00
			8/1/16	255,000.00	4.125%			
			8/1/17	260,000.00	4.125%			
School Improvements	8/4/09	2,290,000.00	8/1/15	90,000.00	2.250%	2,070,000.00	85,000.00	1,985,000.00
			8/1/16	95,000.00	2.250%			
			8/1/17	100,000.00	2.500%			
			8/1/18	215,000.00	2.750%			
			8/1/19	220,000.00	3.000%			
			8/1/20	230,000.00	3.250%			
			8/1/21	240,000.00	3.500%			
			8/1/22	255,000.00	3.500%			
			8/1/23	265,000.00	4.000%			
			8/1/24	275,000.00	4.000%			
						-	-	-
						<u>\$ 14,630,000.00</u>	<u>\$ 1,540,000.00</u>	<u>\$ 13,090,000.00</u>

BOARD OF EDUCATION
 NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
 Budgetary Comparison Schedule
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 2,089,673.00	\$ -	\$ 2,089,673.00	\$ 2,089,673.00	\$ -
Total - Local Sources	<u>2,089,673.00</u>		<u>2,089,673.00</u>	<u>2,089,673.00</u>	-
State Sources:					
Debt Service Aid Type II	92,206.00		92,206.00	92,206.00	-
Total - State Sources	<u>92,206.00</u>		<u>92,206.00</u>	<u>92,206.00</u>	-
Total Revenues	<u>2,181,879.00</u>		<u>2,181,879.00</u>	<u>2,181,879.00</u>	-
EXPENDITURES:					
Regular Debt Service:					
Interest	642,297.00		642,297.00	642,296.89	0.11
Redemption of Principal	1,540,000.00		1,540,000.00	1,540,000.00	-
Total Regular Debt Service	<u>2,182,297.00</u>		<u>2,182,297.00</u>	<u>2,182,296.89</u>	<u>0.11</u>
Total Expenditures	<u>2,182,297.00</u>		<u>2,182,297.00</u>	<u>2,182,296.89</u>	<u>0.11</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(418.00)</u>		<u>(418.00)</u>	<u>(417.89)</u>	<u>0.11</u>
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund				520.43	520.43
	<u>-</u>		<u>-</u>	<u>520.43</u>	<u>520.43</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>(418.00)</u>	<u>-</u>	<u>(418.00)</u>	<u>102.54</u>	<u>520.54</u>
Fund Balance, July 1	868.76	-	868.76	868.76	-
Fund Balance, June 30	<u>\$ 450.76</u>	<u>\$ -</u>	<u>\$ 450.76</u>	<u>\$ 971.30</u>	<u>\$ 520.54</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures: Budgeted Fund Balance	<u>\$ (418.00)</u>	<u>\$ -</u>	<u>\$ (418.00)</u>	<u>\$ 102.54</u>	<u>\$ 520.54</u>

STATISTICAL SECTION (UNAUDITED)

GASB requires that ten years of statistical data be presented. Pursuant to State of New Jersey Department of Education requirements issued for the fiscal year ended June 30, 1994, only two years statistical data needed to be presented. Additional year's data will be included each year thereafter until ten years of data is presented.

STATISTICAL SECTION (Unaudited)

Financial Trends

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J-2	Changes in Net Position
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Debt Capacity

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BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities										
Net investment in capital assets										
Restricted	\$ (4,764,522.77)	\$ (5,679,678.95)	\$ (6,002,112.81)	\$ (7,702,913.46)	\$ 21,274,677.33	\$ 19,823,543.81	\$ 16,851,721.89	\$ 15,777,203.60	\$ 14,175,277.55	\$ 13,344,346.31
Unrestricted	2,576,665.25	1,632,251.81	2,695,897.68	2,302,913.14	1,995,263.93	3,197,855.54	3,333,512.64	2,034,723.72	4,297,849.74	3,986,546.62
Total governmental activities net position	\$ (1,906,324.71)	\$ (3,777,689.53)	\$ (4,238,412.20)	\$ (5,289,570.49)	\$ 23,429,133.00	\$ 22,786,213.61	\$ 20,390,334.47	\$ 17,861,271.01	\$ 19,268,005.43	\$ 17,692,688.52
Business-type activities										
Net investment in capital assets										
Restricted	\$ 142,938.70	\$ 107,933.92	\$ 106,451.91	\$ 94,520.02	\$ 63,516.24	\$ 65,738.26	\$ 18,189.23	\$ 30,374.93	\$ 45,560.63	\$ 37,014.66
Unrestricted	5,610,240.24	4,934,685.14	3,701,447.75	3,344,330.63	1,938,170.15	2,305,706.30	2,209,516.53	1,648,852.77	1,647,091.78	1,785,625.13
Total business-type activities net position	\$ 5,753,178.94	\$ 5,042,619.06	\$ 3,807,899.66	\$ 3,438,850.65	\$ 2,001,686.39	\$ 2,371,444.56	\$ 2,227,705.76	\$ 1,679,227.70	\$ 1,692,652.41	\$ 1,822,639.79
District-wide										
Net investment in capital assets										
Restricted	\$ (4,621,584.07)	\$ (5,571,745.03)	\$ (5,895,660.90)	\$ (7,608,393.44)	\$ 21,338,193.57	\$ 19,889,282.07	\$ 16,869,911.12	\$ 15,807,578.53	\$ 14,220,838.18	\$ 13,381,360.97
Unrestricted	2,576,665.25	1,632,251.81	2,695,897.68	2,302,913.14	1,995,263.93	3,197,855.54	3,333,512.64	2,034,723.72	4,297,849.74	3,986,546.62
Total district net position	\$ (2,044,918.82)	\$ (3,939,493.22)	\$ (3,199,763.22)	\$ (5,305,480.30)	\$ 23,433,457.50	\$ 23,087,137.58	\$ 20,203,423.76	\$ 17,842,302.25	\$ 18,518,687.92	\$ 17,367,907.59

Source: District records

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses										
Governmental activities										
Instruction										
Regular	\$ 26,513,941.80	\$ 25,455,524.35	\$ 26,346,867.24	\$ 25,153,023.02	\$ 24,244,865.94	\$ 23,425,251.60	\$ 22,707,089.59	\$ 22,669,684.82	\$ 21,467,884.34	\$ 19,425,161.32
Special education	3,612,971.65	2,956,279.79	2,974,170.37	2,979,515.72	2,889,125.62	2,789,759.73	2,525,349.92	2,049,928.37	2,126,272.88	1,852,841.02
Other instruction	2,573,422.82	2,706,076.36	2,662,526.69	2,088,269.72	2,402,118.83	2,455,671.98	2,494,100.11	2,565,583.70	2,853,733.17	2,318,566.87
Support Services										
Tuition	4,339,031.97	3,954,179.96	3,730,827.18	3,103,510.38	2,696,602.43	2,350,377.91	2,062,565.75	2,097,135.40	1,884,169.75	1,808,445.79
Student and instruction related services	7,899,646.32	7,958,876.95	7,868,758.27	7,583,942.66	7,086,118.37	7,205,572.70	7,645,048.93	7,833,221.43	7,205,988.78	6,556,303.58
School administrative services	3,500,273.96	3,656,647.32	3,605,148.39	3,649,566.71	3,443,343.95	3,452,927.26	2,844,783.73	2,221,177.60	2,435,873.92	1,990,881.94
General and business administrative services	1,887,360.18	2,281,566.96	1,888,063.95	1,645,038.77	2,009,499.47	2,205,912.94	1,968,447.72	2,017,961.98	2,119,763.00	2,223,534.43
Plant operations and maintenance	4,954,125.39	5,103,097.14	4,643,562.63	4,460,706.27	4,772,742.77	5,161,699.12	5,194,514.77	5,425,465.36	4,679,308.38	4,462,438.78
Pupil transportation	1,641,239.78	1,654,578.66	1,683,727.69	1,626,519.32	1,578,324.41	1,723,879.63	1,559,796.51	1,536,241.24	1,502,655.51	1,381,159.18
Business and Other Support Services										
Special Schools	24,057.77	68,385.16	75,940.22	82,407.27	70,787.51	71,928.69	78,675.95	78,058.46	77,390.95	85,416.54
SDA Debt Service Assessment	67,210.00	67,210.00	67,210.00	48,392.00						
Interest on long-term debt	612,132.82	682,605.22	749,941.68	814,257.31	890,275.46	897,024.77	884,610.71	932,587.90	584,326.82	929,863.48
Unallocated depreciation										
Total governmental activities expenses	57,425,414.46	56,525,029.87	56,496,744.51	53,445,149.15	52,083,804.76	51,740,006.33	49,984,993.69	49,427,056.38	46,737,168.50	43,034,614.93
Business-type activities:										
Non-Major Programs	1,540,339.18	1,468,488.82	1,637,460.98	1,306,605.41	1,238,009.36	1,086,590.11	971,355.59	1,637,402.08	917,482.57	1,061,387.99
Technical Services	1,550,888.10	2,686,937.62	2,105,617.44	2,394,890.25	2,589,516.95	2,161,043.15	1,732,214.90	262,142.58	259,076.14	
Teens and Totals				282,741.15	286,889.25	286,547.77	278,218.06			
Major Programs										
Regional Cooperative Program	1,183,505.34	956,561.03	958,500.63	904,957.27	860,221.13	929,198.28	937,310.31	896,507.69	882,773.67	916,584.37
Regional Transportation	1,694,079.60	1,739,879.70	1,774,384.33	1,654,685.96	1,687,902.08	2,659,944.34	2,627,735.92	2,799,087.89	2,673,458.70	2,538,352.61
Regional Special Education	15,232,291.70	14,186,828.96	13,402,911.62	12,677,575.98	12,545,984.70	12,205,812.33	12,148,582.95	12,096,524.83	11,381,087.56	9,890,113.55
Total business-type activities expense	21,201,103.92	21,020,696.13	19,878,891.00	19,221,456.00	19,208,525.47	19,328,735.98	18,693,417.73	17,691,665.07	16,113,888.64	14,406,438.52
Total district-wide expenses	78,626,518.38	77,545,726.00	76,375,635.51	72,666,605.15	71,292,330.23	71,068,742.31	68,678,411.42	67,118,721.45	62,851,057.14	57,441,053.45
Program Revenues										
Governmental activities:										
Charges for services:										
Regular										
Special Schools	9,913.00	64,136.50	69,537.00	73,638.86	13,795.00	36,772.00	20,250.00	38,575.00	56,300.00	29,675.00
Interest on long-term debt	519,926.83	588,837.22	656,417.68	721,118.31	797,670.46	786,838.77	774,100.71	832,587.90	584,326.82	929,863.48
Operating grants and contributions	7,567,533.25	8,169,262.81	8,685,113.23	7,022,317.71	5,671,275.94	7,062,630.86	7,265,438.99	7,684,852.98	7,590,630.61	5,718,155.39
Capital grants and contributions										
Total governmental activities program revenues	8,097,373.08	8,822,236.53	9,411,067.91	7,817,074.88	6,482,741.40	7,886,241.63	8,059,790.70	8,656,015.88	8,231,257.43	6,677,693.87

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Business-type activities:										
Charges for services										
Non-Major Programs	\$ 1,477,105.40	\$ 1,506,624.07	\$ 1,605,809.80	\$ 1,285,588.65	\$ 1,261,510.76	\$ 1,093,386.94	\$ 985,931.68	\$ 1,256,587.92	\$ 965,278.51	\$ 1,060,208.37
Major Programs										
Technical Services	1,318,641.83	2,610,416.48	2,069,948.92	3,156,038.07	2,115,440.70	2,075,161.64	2,214,352.47	258,702.50	234,386.00	
Teens and Tots				279,857.65	295,237.48	258,771.71	293,370.33	883,613.75	806,104.64	890,298.00
Regional Cooperative Program	1,334,198.00	1,094,086.00	1,006,340.00	1,027,687.00	966,349.20	1,001,176.00	946,541.00	806,104.64	806,104.64	890,298.00
Regional Transportation	1,988,757.30	1,751,826.99	1,751,826.99	1,645,054.66	1,697,411.31	2,574,403.89	2,754,246.18	2,749,232.31	2,727,105.91	2,563,909.94
Regional Special Education	15,419,457.65	15,286,984.66	13,803,688.42	13,255,068.98	12,523,805.70	12,488,279.06	11,964,731.23	12,470,290.70	11,640,625.65	10,510,014.76
Total business-type activities program revenues	21,518,160.18	22,249,938.20	20,237,614.13	20,649,295.01	18,859,755.15	19,461,129.24	19,159,172.89	17,618,427.18	16,373,500.72	15,024,431.07
Total district-wide program revenues	29,615,633.26	31,072,174.73	29,648,662.04	28,466,369.89	25,342,496.55	27,347,420.87	27,218,963.59	26,274,443.06	24,604,758.16	21,702,124.94
Net (Expense)/Revenue										
Governmental activities	(49,328,041.38)	(47,702,793.34)	(47,085,676.60)	(45,628,074.27)	(46,601,063.36)	(43,853,764.70)	(41,925,202.99)	(40,771,040.50)	(38,505,911.07)	(36,356,921.06)
Business-type activities	317,096.26	1,229,242.07	358,723.13	1,427,839.01	(348,770.32)	133,043.26	465,755.16	(73,237.89)	259,612.08	617,892.55
Total district-wide net expense	(49,010,985.12)	(46,473,551.27)	(46,726,953.47)	(44,200,235.26)	(45,949,833.68)	(43,720,721.44)	(41,459,447.83)	(40,844,278.39)	(38,246,298.99)	(35,738,928.51)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes:										
Property taxes, levied for general purposes	48,526,678.00	47,399,154.00	46,515,362.00	45,603,296.00	44,885,134.00	43,158,783.00	41,321,482.00	39,018,015.00	37,517,322.00	35,711,073.00
Property taxes, levied for debt service principal	1,569,746.17	1,214,762.78	1,147,182.64	1,082,866.70	841,569.60	852,401.23	866,085.29	212,625.11	533,388.23	190,820.32
Federal and State aid not restricted	81,488.99	38,883.43	151,401.67	72,500.00	31,416.39	112,705.21	15,472.60	453,052.53	379,143.28	295,730.69
Tuition (other than special schools)	336,070.84	315,571.65	204,028.00	307,421.58	276,429.01	249,113.50	248,115.00	193,734.00	366,747.30	349,345.00
Investment earnings	12,683.68	12,573.15	24,853.00	19,488.27	35,101.18	75,223.53	94,410.75	373,715.53	442,620.12	348,552.61
Miscellaneous income	187,836.52	143,252.44	94,007.58	213,458.00	171,968.13	111,126.90	310,824.98	32,289.44	606,146.37	38,309.83
Adjustment to capital assets		(937,460.90)		(30,412,315.80)				(915,993.55)		
N.J. Economic Development Authority grants	484,902.00	(23,220.54)					1,526,755.00		(0.07)	
Debt Service Assessment									239,000.00	
Refunding bond proceeds				4,956.03	364.44	611.31	(63,879.17)	(3,141.98)	(3,139.25)	(2,835.66)
Transfers										
Total governmental activities	51,199,406.20	48,163,616.01	48,136,834.89	16,891,670.78	46,241,982.75	44,559,964.68	44,319,266.45	39,364,306.06	40,081,227.98	36,930,995.99
Business-type activities:										
Investment earnings	5,239.39	5,477.33	10,325.88	9,325.25	8,295.51	10,695.54	18,648.63	59,671.20	170,261.29	55,766.50
Refund of prior year revenue									(566,000.00)	(31,617.00)
Transfers							64,074.27	3,141.98	3,139.25	2,835.66
Total business-type activities	5,239.39	5,477.33	10,325.88	9,325.25	8,295.51	10,695.54	82,722.90	62,813.18	(392,599.46)	26,985.16
Total district-wide general revenues	51,205,645.59	48,169,093.34	48,147,160.77	16,900,996.03	46,250,278.26	44,570,660.22	44,401,989.35	39,427,119.26	39,688,628.52	36,957,981.15
Change in Net Position										
Governmental activities	1,871,364.82	460,722.67	1,051,158.29	(28,736,403.49)	640,919.39	706,199.98	2,394,063.46	(1,406,734.42)	1,575,316.91	574,074.93
Business-type activities	323,295.65	1,234,719.40	369,049.01	1,437,164.26	(340,474.81)	143,738.80	546,478.06	(10,424.71)	(132,987.38)	644,977.71
Total district-wide change in net position	\$ 2,194,660.47	\$ 1,695,442.07	\$ 1,420,207.30	\$(27,299,239.23)	\$ 300,444.58	\$ 849,938.78	\$ 2,942,541.52	\$(1,417,159.13)	\$ 1,442,329.53	\$ 1,219,052.64

Source: District records

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Fund Balances - Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund										
Restricted	\$ 1,656,069.55	\$ 1,549,498.31	\$ 1,904,293.16	\$ 1,751,542.15	\$ 1,202,640.44	\$ -	\$ -	\$ -	\$ -	\$ -
Assigned	842,071.52	895,597.92	1,609,489.86	1,235,848.84	975,230.71					
Unassigned	970,617.84	996,135.84	912,469.93	949,913.12	946,075.41					
Reserved						2,276,442.33	1,878,736.65	1,882,950.39	1,705,079.97	1,132,980.17
Unreserved						1,099,069.82	1,410,698.22	1,228,683.43	1,864,960.80	1,709,649.59
Total general fund	<u>\$ 3,468,758.91</u>	<u>\$ 3,441,232.07</u>	<u>\$ 4,426,252.95</u>	<u>\$ 3,937,304.11</u>	<u>\$ 3,123,946.56</u>	<u>\$ 3,375,511.95</u>	<u>\$ 3,289,434.87</u>	<u>\$ 3,111,633.82</u>	<u>\$ 3,571,040.77</u>	<u>\$ 2,842,629.76</u>
All Other Governmental Funds										
Restricted, reported in:										
Capital projects fund	\$ 544,886.22	\$ (3,715.78)	\$ 11,468.52	\$ 29,108.01	\$ 239,301.89	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service fund	971.3	868.76	417.59	0.07	(0.43)					
Assigned, reported in:										
Capital projects fund	272,500.00		8,036.24	151,648.85	480,175.50					
Reserved						263,424.62	792,540.00	176,253.22	1,696,966.35	545,125.40
Unreserved, reported in:										
Special revenue fund						1,057,758.60	1,020,273.23	353,635.58	1,194,053.05	2,176,352.63
Capital projects fund						(0.52)	(0.26)	-	58,463.91	510,303.00
Debt service fund										
Total all other governmental funds	<u>\$ 818,357.52</u>	<u>\$ (2,847.02)</u>	<u>\$ 19,922.35</u>	<u>\$ 180,756.93</u>	<u>\$ 719,476.76</u>	<u>\$ 1,321,183.70</u>	<u>\$ 1,812,812.97</u>	<u>\$ 529,888.80</u>	<u>\$ 2,949,483.31</u>	<u>\$ 3,231,781.03</u>
Total Fund Balances	<u>\$ 4,287,116.43</u>	<u>\$ 3,438,385.05</u>	<u>\$ 4,446,175.30</u>	<u>\$ 4,118,061.04</u>	<u>\$ 3,843,423.32</u>	<u>\$ 4,696,695.65</u>	<u>\$ 5,102,247.84</u>	<u>\$ 3,641,522.62</u>	<u>\$ 6,520,524.08</u>	<u>\$ 6,074,410.79</u>

Source: District records

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Changes in Fund Balances - Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Tax levy	\$ 50,616,351.00	\$ 49,202,754.00	\$ 48,318,962.32	\$ 47,407,281.01	\$ 46,524,374.06	\$ 44,788,023.00	\$ 42,961,668.00	\$ 40,163,228.01	\$ 38,635,037.05	\$ 36,831,757.00
Tuition charges	345,983.84	379,708.15	273,565.00	381,060.44	290,224.01	285,885.50	268,365.00	232,309.00	423,047.30	379,020.00
Interest earnings	12,683.68	12,573.15	24,853.00	19,488.27	35,101.18	75,223.53	94,410.75	373,715.53	442,620.12	348,552.61
Miscellaneous	267,794.38	209,914.08	175,503.10	233,796.00	222,833.93	186,063.90	353,246.58	73,389.44	806,146.37	38,309.83
State sources	6,809,259.38	7,408,708.60	7,898,058.86	6,182,620.63	4,735,543.68	5,724,527.67	6,103,438.63	7,341,536.62	7,239,463.47	5,403,533.76
Federal sources	759,805.00	732,776.00	856,980.52	891,869.08	916,282.85	1,375,871.40	1,135,052.36	755,278.89	730,310.42	610,352.32
Total revenues	58,811,877.28	57,946,433.98	57,547,802.80	55,116,105.43	52,724,359.71	52,445,595.00	50,916,181.32	48,939,457.49	48,076,624.73	43,611,525.52
Expenditures										
Instruction										
Regular instruction	19,926,862.28	19,240,020.12	18,247,034.46	18,479,016.81	18,239,871.78	17,411,529.36	17,198,599.07	16,604,073.21	15,839,504.83	14,826,950.77
Special education instruction	2,794,831.89	2,241,351.28	2,187,182.26	2,281,264.00	2,281,195.37	2,199,036.66	1,981,305.60	1,467,375.32	1,649,752.89	1,421,659.71
Other instruction	1,980,532.35	2,052,440.12	1,971,572.01	1,834,887.29	1,831,958.82	1,850,191.17	1,924,721.78	1,962,801.47	2,023,903.20	1,857,656.41
Support Services:										
Tuition	4,339,031.97	3,954,179.96	3,730,827.18	3,103,510.38	2,696,602.43	2,350,377.91	2,082,565.75	2,097,135.40	1,884,169.75	1,808,445.79
Student and instruction related services	6,096,963.95	6,252,772.98	5,933,221.32	5,861,340.70	5,546,890.74	5,631,682.40	6,065,775.59	6,019,683.90	5,493,833.39	5,241,666.89
School administrative services	2,642,591.89	2,550,169.35	2,695,826.89	2,674,623.34	2,548,102.28	2,492,507.07	2,099,896.84	1,570,267.64	1,729,500.11	1,651,975.35
General and business administrative services	1,587,750.15	1,833,042.92	1,514,278.92	1,498,255.45	1,655,896.84	1,808,065.19	1,567,643.82	1,536,124.87	1,747,707.00	1,826,576.39
Plant operations and maintenance	4,176,151.77	4,325,074.85	3,714,825.19	3,658,417.07	3,687,408.61	4,056,549.42	4,281,321.61	4,379,410.31	3,707,737.74	3,812,369.44
Pupil transportation	1,587,074.64	1,697,668.10	1,631,307.57	1,579,585.38	1,538,055.24	1,675,098.62	1,512,641.07	1,490,139.13	1,456,825.02	1,347,835.27
Other Support Services										
Employee benefits	10,925,004.70	12,056,281.79	12,158,179.39	10,684,268.83	10,380,273.96	10,443,064.00	9,676,317.37	10,575,281.68	10,281,123.02	7,692,266.62
Special Schools	18,339.41	50,952.72	55,519.42	81,740.37	53,527.68	71,928.89	78,675.95	78,058.48	77,390.95	85,418.54
Capital outlay	190,616.01	600,761.99	1,202,645.16	959,116.61	1,113,103.78	3,251,436.75	1,410,871.68	2,638,779.65	2,157,096.56	1,363,741.92
Debt service:										
Principal	1,540,000.00	1,465,000.00	1,400,000.00	1,330,000.00	1,085,000.00	1,045,000.00	1,106,000.00	935,000.00	1,160,000.00	875,000.00
Interest and other charges	642,296.89	711,287.51	777,368.77	840,387.51	920,108.97	855,291.26	904,689.26	912,185.91	604,827.86	945,683.80
Total expenditures	58,448,047.90	58,931,003.69	57,219,788.54	54,846,423.74	53,577,996.48	55,141,758.50	51,890,825.39	52,266,316.97	49,813,372.12	44,757,246.90
Excess (Deficiency) of revenues over (under) expenditures	383,829.38	(984,569.71)	328,114.26	269,681.69	(853,636.77)	(2,696,163.50)	(974,644.07)	(3,326,859.48)	(1,736,747.39)	(1,145,721.38)

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Changes in Fund Balances - Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Other Financing sources (uses)										
Proceeds from borrowing						2,290,000.00				
Capital leases (non-budgeted)							972,493.46	451,000.00		
Proceeds from refunding									2,186,000.00	
Payments to escrow agent										
N.J. Economic Development Authority grants	484,902.00	(23,220.54)					1,526,755.00		(0.07)	-
Transfers in	336,720.43	279,370.68	280,661.97	278,609.22	275,362.00	155,157.59	263,003.41	643,508.99	195,273.72	827,149.82
Transfers out	(336,720.43)	(279,370.68)	(280,661.97)	(273,653.19)	(274,997.56)	(154,546.28)	(326,882.58)	(646,650.97)	(198,412.97)	(829,985.48)
Total other financing sources (uses)	<u>484,902.00</u>	<u>(23,220.54)</u>	<u>-</u>	<u>4,956.03</u>	<u>364.44</u>	<u>2,290,611.31</u>	<u>2,435,369.29</u>	<u>447,858.02</u>	<u>2,182,860.68</u>	<u>(2,835.66)</u>
Net change in fund balances	<u>\$ 848,731.38</u>	<u>\$ (1,007,790.25)</u>	<u>\$ 328,114.26</u>	<u>\$ 274,637.72</u>	<u>\$ (853,272.33)</u>	<u>\$ (405,652.19)</u>	<u>\$ 1,460,725.22</u>	<u>\$ (2,879,001.46)</u>	<u>\$ 446,113.29</u>	<u>\$ (1,148,557.04)</u>
Debt service as a percentage of noncapital expenditures	3.75%	3.73%	3.89%	4.03%	3.82%	3.66%	3.98%	3.72%	3.70%	4.20%

Source: District records

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited**

<u>Fiscal Year Ended June 30,</u>	<u>Total</u>	<u>Summer School</u>	<u>Tuition</u>	<u>Interest</u>	<u>Athletics</u>	<u>Rentals</u>	<u>Athletics and Activities Fees</u>	<u>Insurance Refund</u>	<u>Other</u>
2006	\$ 637,184	\$ 29,675	\$ 349,345	\$ 221,402	\$ 11,231	\$ 12,981	\$ -	\$ -	\$ 12,55
2007	1,411,165	56,300	366,747	381,972	8,301	3,016		566,000	28,82
2008	638,314	38,575	193,734	373,716	8,806	4,083			19,40
2009	670,785	20,250	248,115	91,595	9,274	4,403		250,000	47,14
2010	468,553	36,772	249,113	71,542	10,919		71,789		28,41
2011	495,560	13,795	276,429	33,368	11,324	10,906	113,696		36,04
2012	612,018	87,504	291,956	19,099	15,695		115,502	17,000.00	65,26
2013	392,009	70,975	202,591	24,436	14,033	204	60,838		18,93
2014	535,083	64,137	315,572	12,122	14,223	5,075	38,458		85,49
2015	477,211	9,913	336,071	12,163	17,680	11,105	90,275		

Source: District Records

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited**

Closter Borough

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2006	\$ 35,029,000	\$ 2,086,295,000	\$ 4,963,000	\$ 216,771,800	\$ 18,963,600	\$ 1,005,700	\$ 2,363,028,100	\$ 5,482,708	\$ 2,368,510,808	\$ 2,014,471,404	0.367
2007	40,014,800	2,088,854,600	4,960,600	214,440,600	18,309,800	1,005,700	2,367,586,100	5,522,116	2,373,108,216	2,230,624,189	0.387
2008	37,719,700	2,098,226,600	4,960,600	208,793,300	18,309,800	1,005,700	2,369,015,700	5,610,344	2,374,626,044	2,284,098,351	0.406
2009	25,624,300	1,780,304,800	5,503,300	228,504,900	21,689,700	959,600	2,062,586,600	6,411,588	2,068,998,188	2,068,998,188	0.491
2010	23,558,800	1,786,602,200	5,503,300	224,680,900	15,782,200	959,600	2,057,087,000	6,112,619	2,063,199,619	2,225,664,998	0.506
2011	23,262,400	1,791,836,000	5,503,300	223,086,500	15,045,700	959,600	2,059,693,500	5,669,360	2,065,362,860	2,161,138,793	0.514
2012	24,006,400	1,784,300,900	5,503,300	220,571,000	15,045,700	959,600	2,050,386,900	5,642,577	2,056,029,477	2,094,167,079	0.522
2013	20,163,200	1,796,514,400	5,503,300	218,075,800	15,045,700	959,600	2,056,262,000	100,000	2,056,362,000	2,035,360,558	0.520
2014	21,831,400	1,799,979,800	4,572,100	219,295,200	19,545,700	959,600	2,066,183,800	100,000	2,066,283,800	2,030,585,074	0.520
2015	20,358,100	1,805,323,200	4,572,100	216,624,800	18,964,000	959,600	2,066,801,800	100,000	2,066,901,800	2,099,516,054	0.539

Source: Municipal Tax Assessor

Demarest Borough

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2006	\$ 26,174,900	\$ 1,060,899,600		\$ 37,029,400		\$ 1,350,000	\$ 1,125,453,900	\$ 611,154	\$ 1,126,065,054	\$ 1,201,434,789	0.466
2007	25,416,600	1,078,919,200		37,029,400		1,350,000	1,142,715,200	589,577	1,143,304,777	1,378,125,458	0.478
2008	21,534,400	1,113,563,000		37,029,400		1,350,000	1,173,476,800	637,147	1,174,113,947	1,420,610,278	0.513
2009	15,953,300	1,141,824,700		37,029,400		1,350,000	1,186,157,400	852,876	1,197,010,276	1,459,346,350	0.545
2010	24,674,000	1,155,919,300		36,920,200		1,350,000	1,218,863,500	761,402	1,219,624,902	1,475,586,410	0.561
2011	19,407,900	1,175,319,700		36,920,200		1,350,000	1,232,997,800	589,741	1,233,587,541	1,411,968,299	0.572
2012	18,514,400	1,183,373,100		36,920,200		1,350,000	1,240,157,700	632,812	1,240,790,512	1,396,024,774	0.555
2013	15,219,900	1,199,148,900		36,920,200		1,350,000	1,252,639,000	91,530	1,252,730,530	1,387,669,514	0.550
2014	14,578,200	1,213,910,800		36,920,200		1,350,000	1,266,759,200	88,910	1,266,848,110	1,425,536,144	0.551
2015	12,778,100	1,225,059,400		36,920,200		1,350,000	1,276,107,700	85,020	1,276,192,720	1,501,723,835	0.567

Source: Municipal Tax Assessor

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Harrington Park Borough

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2006	\$ 24,418,000	\$ 1,007,282,100	\$ -	\$ 39,195,200	\$ -	\$ -	\$ 1,070,895,300	\$ 764,557	\$ 1,071,659,857	\$ 967,591,597	0.345
2007	22,888,400	1,012,540,900	-	37,777,900	-	-	1,073,207,200	793,573	1,074,000,773	1,057,948,194	0.330
2008	20,183,000	1,029,990,700	-	37,155,400	-	-	1,087,329,100	970,697	1,088,299,797	1,125,158,811	0.339
2009	16,477,300	1,035,505,100	-	37,155,400	-	-	1,089,137,800	1,107,483	1,090,245,283	1,164,157,606	0.397
2010	16,047,300	1,034,946,900	-	37,240,800	-	-	1,088,235,000	1,223,350	1,089,458,350	1,113,572,454	0.427
2011	15,178,500	1,025,271,300	-	38,817,600	-	-	1,079,267,400	877,805	1,080,145,205	1,036,552,493	0.449
2012	14,736,500	1,015,222,100	-	32,442,300	-	-	1,062,400,900	820,664	1,063,221,564	983,913,449	0.458
2013	12,498,400	856,365,100	-	28,418,700	-	-	897,282,200	-	897,282,200	918,267,901	0.546
2014	12,498,400	855,446,400	-	28,221,900	-	-	896,166,700	-	896,166,700	940,449,312	0.576
2015	12,498,400	854,583,200	-	28,151,900	-	-	895,233,500	-	895,233,500	957,430,915	0.587

Source: Municipal Tax Assessor

Haworth Borough

2006	\$ 16,967,500	\$ 646,633,500	\$ -	\$ 78,821,500	\$ -	\$ -	\$ 742,422,500	\$ 278,855	\$ 742,701,355	\$ 841,932,183	0.457
2007	17,828,700	654,232,100	-	78,365,500	-	-	750,426,300	260,247	750,686,547	927,759,601	0.507
2008	16,021,200	669,141,100	-	78,365,500	-	-	783,527,800	261,858	783,789,658	985,266,258	0.528
2009	14,816,600	677,484,000	-	78,483,600	-	-	770,784,200	323,307	771,107,507	998,534,689	0.502
2010	14,785,400	681,880,900	-	98,938,300	-	-	796,604,600	810,227	796,414,827	1,054,551,126	0.518
2011	14,497,100	683,091,200	-	98,935,300	-	-	796,523,600	534,748	797,058,348	1,047,745,035	0.573
2012	14,802,000	683,084,200	-	97,551,200	-	-	795,437,400	507,416	795,944,816	1,036,587,284	0.617
2013	15,354,600	681,765,000	-	97,638,300	-	-	794,757,900	577,488	795,335,388	988,226,052	0.664
2014	15,027,000	683,331,400	-	94,794,900	-	-	793,153,300	571,705	793,725,005	927,314,313	0.691
2015	13,886,600	684,502,500	-	92,027,800	-	-	790,416,900	572,378	790,989,278	947,007,450	0.715

Source: Municipal Tax Assessor

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited**

Northvale Borough

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2006	\$ 7,147,200	\$ 318,371,600	\$ -	\$ 42,382,700	\$ 107,078,640	\$ -	\$ 474,980,140	\$ 606,929	\$ 475,587,069	\$ 868,881,672	0.812
2007	14,898,400	692,867,700		75,958,300	179,635,500		963,359,900	566,929	963,926,829	952,930,025	0.408
2008	15,525,157	698,971,683		76,040,600	208,074,700		998,612,140	1,187,908	999,800,048	1,025,770,271	0.402
2009	13,857,186	702,140,416		76,958,900	202,138,500		995,095,004	1,412,505	996,507,509	1,066,218,181	0.425
2010	14,271,786	708,040,500		77,577,000	203,705,700		1,003,594,986	1,505,596	1,005,100,582	1,066,218,181	0.454
2011	10,940,800	575,722,200		75,443,800	187,824,400		849,931,200	1,104,701	851,035,901	940,665,793	0.582
2012	10,447,800	577,248,700		76,057,200	188,365,500		852,119,200	908,803	853,028,003	974,575,740	0.594
2013	10,277,900	576,719,800		77,344,700	187,827,700		852,170,100	-	852,170,100	929,610,243	0.600
2014	10,277,900	575,935,300		77,344,700	187,827,700		851,385,600	908,803	852,294,403	923,036,029	0.634
2015	10,049,700	576,016,200		81,420,700	186,088,200		853,574,800	908,803	854,483,603	913,012,611	0.639

Source: Municipal Tax Assessor

Norwood Borough

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2006	\$ 8,864,700	\$ 628,154,000	\$ 23,600	\$ 36,414,200	\$ 51,309,300	\$ 9,573,800	\$ 734,339,600	\$ 776,182	\$ 735,115,782	\$ 1,263,101,774	0.833
2007	7,443,800	634,462,200	23,600	37,110,200	55,799,600	9,573,800	744,413,200	693,146	745,106,346	1,520,178,366	0.892
2008	12,893,600	1,273,609,500	44,300	78,308,000	102,148,800	17,510,200	1,484,512,400	1,477,760	1,485,990,160	1,520,178,366	0.475
2009	11,621,100	1,274,524,800	44,300	74,496,700	102,148,800	17,510,200	1,480,345,900	1,777,913	1,482,123,813	1,583,947,764	0.489
2010	10,724,900	1,280,449,400	44,300	72,587,800	100,927,500	17,510,200	1,482,244,100	1,664,055	1,483,908,155	1,507,082,584	
2011	6,542,400	987,650,800	44,300	70,677,800	98,608,900	17,529,800	1,181,054,000	1,288,727	1,182,342,727	1,281,719,006	0.585
2012	7,705,900	986,809,800	44,300	70,643,900	97,495,300	16,500,000	1,179,199,200	1,103,992	1,180,303,192	1,327,086,242	0.568
2013	7,230,100	988,084,400	44,300	70,643,900	97,495,300	16,500,000	1,179,998,000	-	1,179,998,000	1,273,704,913	0.572
2014	7,059,100	987,504,100	44,300	70,643,900	97,495,300	16,500,000	1,179,246,700		1,179,246,700	1,225,344,833	0.556
2015	6,850,100	988,459,100	44,300	71,289,200	97,395,300	16,500,000	1,180,538,000		1,180,538,000	1,240,810,250	0.567

Source: Municipal Tax Assessor

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Old Tappan Borough

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2006	\$ 37,728,800	\$ 1,139,762,900	\$ 811,400	\$ 63,120,800	\$ -	\$ 331,800	\$ 1,241,755,700	\$ 969,149	\$ 1,242,724,849	\$ 1,242,724,849	0.536
2007	36,722,900	1,165,297,800	390,300	61,889,900	-	331,800	1,264,632,700	805,277	1,265,537,977	1,871,806,190	0.536
2008	34,314,800	1,186,252,900	390,300	61,889,900	-	331,800	1,283,179,700	1,013,376	1,284,193,076	1,932,044,022	0.551
2009	35,466,800	1,197,274,300	318,000	60,361,700	-	331,800	1,293,752,600	1,247,192	1,294,999,792	1,970,249,241	0.583
2010	33,777,900	1,207,995,400	318,000	61,568,200	-	331,800	1,303,991,300	1,290,151	1,305,281,451	1,914,086,815	0.595
2011	48,784,000	1,595,217,300	381,400	85,162,000	-	698,100	1,730,222,800	1,468,244	1,731,691,044	1,793,532,441	0.467
2012	47,906,700	1,597,442,700	373,800	81,586,500	-	698,100	1,728,007,800	1,361,524	1,729,369,324	1,776,965,605	0.501
2013	47,525,500	1,600,828,900	373,800	81,308,800	-	698,100	1,730,735,100	1,299,066	1,732,034,166	1,783,242,734	0.528
2014	43,661,000	1,594,422,600	373,800	80,435,200	-	698,100	1,719,590,700	1,156,788	1,720,747,488	1,708,954,754	0.557
2015	43,312,500	1,599,653,900	373,800	80,999,200	-	698,100	1,724,437,500	1,190,284	1,725,627,784	1,733,909,301	0.570

Source: Municipal Tax Assessor

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)
Unaudited**

Closter Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.350	0.017	0.367	0.357	0.607	0.159	1.490
2007	0.370	0.017	0.387	0.376	0.636	0.171	1.570
2008	0.388	0.018	0.406	0.397	0.662	0.178	1.643
2009	0.469	0.022	0.491	0.478	0.780	0.222	1.971
2010	0.486	0.020	0.506	0.495	0.800	0.212	2.013
2011	0.493	0.021	0.514	0.503	0.811	0.218	2.046
2012	0.499	0.023	0.522	0.517	0.821	0.224	2.084
2013	0.497	0.023	0.520	0.521	0.834	0.227	2.102
2014	0.497	0.023	0.520	0.535	0.844	0.230	2.129
2015	0.516	0.023	0.539	0.547	0.860	0.244	2.190

Source: Municipal Tax Collector

Demarest Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.443	0.023	0.466	0.433	0.903	0.198	2.000
2007	0.456	0.022	0.478	0.429	0.854	0.199	1.960
2008	0.491	0.022	0.513	0.425	0.939	0.225	2.102
2009	0.522	0.023	0.545	0.444	0.952	0.235	2.176
2010	0.540	0.021	0.561	0.461	0.960	0.238	2.220
2011	0.549	0.023	0.572	0.478	0.978	0.238	2.266
2012	0.530	0.025	0.555	0.511	0.989	0.240	2.295
2013	0.525	0.025	0.550	0.543	1.000	0.255	2.348
2014	0.526	0.025	0.551	0.551	0.995	0.263	2.360
2015	0.541	0.026	0.567	0.562	1.000	0.283	2.412

Source: Municipal Tax Collector

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)
Unaudited**

Harrington Park Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.327	0.018	0.345	0.335	0.800	0.170	1.650
2007	0.312	0.018	0.330	0.349	0.833	0.178	1.690
2008	0.320	0.019	0.339	0.377	0.863	0.192	1.771
2009	0.377	0.020	0.397	0.403	0.895	0.206	1.901
2010	0.408	0.019	0.427	0.420	0.930	0.201	1.978
2011	0.429	0.020	0.449	0.437	0.937	0.198	2.021
2012	0.436	0.022	0.458	0.453	0.969	0.201	2.081
2013	0.521	0.025	0.546	0.544	1.172	0.233	2.495
2014	0.551	0.025	0.576	0.554	1.218	0.245	2.593
2015	0.563	0.024	0.587	0.555	1.255	0.257	2.654

Source: Municipal Tax Collector

Haworth Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.434	0.023	0.457	0.599	0.903	0.211	2.170
2007	0.484	0.023	0.507	0.642	0.919	0.222	2.290
2008	0.505	0.023	0.528	0.681	0.940	0.239	2.388
2009	0.477	0.025	0.502	0.681	0.962	0.249	2.394
2010	0.495	0.023	0.518	0.687	0.981	0.261	2.447
2011	0.548	0.025	0.573	0.692	1.013	0.274	2.552
2012	0.588	0.029	0.617	0.703	1.032	0.288	2.640
2013	0.635	0.029	0.664	0.697	1.052	0.286	2.699
2014	0.662	0.029	0.691	0.714	1.074	0.273	2.752
2015	0.687	0.028	0.715	0.729	1.063	0.288	2.795

Source: Municipal Tax Collector

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)
Unaudited**

Northvale Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.773	0.039	0.812	0.890	1.375	0.333	3.410
2007	0.390	0.018	0.408	0.450	0.744	0.178	1.780
2008	0.384	0.018	0.402	0.460	0.748	0.191	1.801
2009	0.405	0.020	0.425	0.491	0.781	0.205	1.902
2010	0.435	0.019	0.454	0.513	0.802	0.201	1.970
2011	0.558	0.024	0.582	0.665	0.968	0.229	2.444
2012	0.568	0.026	0.594	0.662	0.982	0.251	2.489
2013	0.574	0.026	0.600	0.663	1.001	0.251	2.515
2014	0.608	0.026	0.634	0.663	1.023	0.253	2.573
2015	0.613	0.026	0.639	0.696	1.041	0.257	2.633

Source: Municipal Tax Collector

Norwood Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.797	0.036	0.833	0.696	1.027	0.314	2.870
2007	0.857	0.035	0.892	0.728	1.010	0.360	2.990
2008	0.456	0.019	0.475	0.393	0.529	0.193	1.590
2009	0.469	0.020	0.489	0.418	0.543	0.205	1.655
2010	1.043	0.019	1.062	0.463		0.200	1.725
2011	0.560	0.025	0.585	0.615	0.709	0.224	2.133
2012	0.542	0.026	0.568	0.639	0.766	0.245	2.218
2013	0.546	0.026	0.572	0.650	0.779	0.248	2.249
2014	0.530	0.026	0.556	0.662	0.794	0.243	2.255
2015	0.543	0.024	0.567	0.671	0.790	0.253	2.281

Source: Municipal Tax Collector

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

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

Old Tappan Borough

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	Local School	County	
2006	0.509	0.027	0.536	0.267	0.884	0.243	1.930
2007	0.510	0.026	0.536	0.274	0.906	0.264	1.980
2008	0.524	0.027	0.551	0.309	0.927	0.280	2.067
2009	0.554	0.029	0.583	0.319	0.946	0.293	2.141
2010	0.568	0.027	0.595	0.336	0.952	0.288	2.171
2011	0.445	0.022	0.467	0.267	0.732	0.216	1.682
2012	0.478	0.023	0.501	0.277	0.747	0.226	1.751
2013	0.504	0.024	0.528	0.284	0.765	0.237	1.814
2014	0.533	0.024	0.557	0.292	0.790	0.232	1.871
2015	0.546	0.024	0.570	0.305	0.805	0.242	1.922

Source: Municipal Tax Collector

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Principal Property Taxpayers
Current Year and Ten Years Ago
Unaudited**

Closter Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Irani-Aspi C/O Closter Plaza Mgt.	\$ 31,500,000		1.53%			
Closter Grocery	8,645,300		0.42%			
Capital Young Property LLC	7,447,600		0.36%			
Heidenberg Closter Assoc.	7,368,000		0.36%			
Closter Golf	6,999,700		0.34%			
United Water NJ	5,891,200		0.29%			
DWL Monmouth	4,553,500		0.22%			
Fred Reuten, Inc.	4,492,400		0.22%			
BR NJ LLC	4,187,400		0.20%			
Rueten Associates	4,000,000		0.19%			
Total	\$ 85,065,100		4.12%	\$ -		0.00%

Source: Municipal Tax Assessor

Demarest Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Alpine Country Club	\$ 32,323,800		2.65%			
Individual Taxpayer #1	4,345,000		0.36%			
Individual Taxpayer #2	4,220,100		0.35%			
Individual Taxpayer #3	3,768,400		0.31%			
Individual Taxpayer #4	3,598,200		0.30%			
Individual Taxpayer #5	3,532,000		0.29%			
Individual Taxpayer #8	3,330,800		0.27%			
Individual Taxpayer #7	3,107,800		0.25%			
Individual Taxpayer #8	3,080,000		0.25%			
Individual Taxpayer #9	3,000,000		0.25%			
Total	\$ 64,305,900		5.27%	\$ -		0.00%

Source: Municipal Tax Assessor

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Principal Property Taxpayers
Current Year and Ten Years Ago
Unaudited**

Harrington Park Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
United Water Resources	\$ 20,784,500		1.91%			
Quantmeyer	2,913,300		0.27%			
Rockland Electric	2,681,800		0.25%			
HGK Realty	2,312,400		0.21%			
Individual Taxpayer #1	1,389,800		0.13%			
Individual Taxpayer #2	1,379,900		0.13%			
Individual Taxpayer #3	1,203,000		0.11%			
Individual Taxpayer #4	1,182,300		0.11%			
Individual Taxpayer #5	1,159,900		0.11%			
Individual Taxpayer #6	1,155,200		0.11%			
Total	<u>\$ 36,162,100</u>		<u>3.21%</u>	<u>\$ -</u>		<u>0.00%</u>

Source: Municipal Tax Assessor

Haworth Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
United Water NJ	\$ 51,789,000		6.50%			
Haworth Country Club LLC	11,502,100		1.44%			
White Beeches Golf & Country Club	10,479,100		1.32%			
Haworth Country Club LLC	8,497,900		1.07%			
White Beeches Realty Corp.	5,462,100		0.69%			
Individual Taxpayer #1	1,651,200		0.21%			
Individual Taxpayer #2	1,638,500		0.21%			
Individual Taxpayer #3	1,553,800		0.20%			
Individual Taxpayer #4	1,534,600		0.19%			
Individual Taxpayer #5	1,507,500		0.19%			
Total	<u>95,615,800</u>		<u>12.01%</u>	<u>\$ -</u>		<u>0.00%</u>

Source: Municipal Tax Assessor

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Principal Property Taxpayers
Current Year and Ten Years Ago
Unaudited**

Northvale Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Maxim Enterprises, LLC	\$ 26,729,600		2.66%			
MEM Union Street Assoc.	12,400,000		1.23%			
Northvale Shopping Center Assoc.	9,504,700		0.95%			
GEA Mechanical Equipment	7,268,700		0.72%			
Roselle Costa	6,252,400		0.62%			
Cho Dae Presbyterian Church	6,120,200		0.61%			
Northvale Holding Co LLC	6,094,000		0.61%			
Northvale 1997 & 2005 Assoc.	5,492,300		0.55%			
Klaus Rexroth Incorporated	5,466,900		0.54%			
Northvale Tire Tech Center LP	5,289,200		0.53%			
Total	\$ 90,618,000		9.02%	\$ -		0.00%

Source: Municipal Tax Assessor

Norwood Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Buckingham at Norwood	\$ 23,000,000		1.55%			
Norwood Associates II	16,500,000		1.11%			
Alfred Sanzari	7,559,600		0.51%			
Livingston 535	6,400,700		0.43%			
Norwood Projist, LLC	6,310,900		0.43%			
355 Chestnut Street	5,499,600		0.37%			
Levingal Realty	4,199,900		0.28%			
Norwest LLC	4,093,200		0.28%			
Bergen Sea Corporation	4,040,100		0.27%			
Norwood Self Strge C/O Yelland Prop.	3,650,900		0.25%			
Total	\$ 81,254,900		5.48%	\$ -		0.00%

Source: Municipal Tax Assessor

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Principal Property Taxpayers
Current Year and Ten Years Ago
Unaudited**

Old Tappan Borough

Fiscal Year Ended June 30,	2015			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
United Water NJ	\$ 26,460,000		2.03%			
Prentice Hall	19,000,000		1.46%			
A&R, A LTD	17,096,800		1.31%			
Sunrise Old Tappan Assisted Living	10,860,800		0.83%			
Rockland Electric	3,983,200		0.31%			
Individual Taxpayer #1	3,924,000		0.30%			
Individual Taxpayer #2	3,400,000		0.26%			
Individual Taxpayer #3	3,230,700		0.25%			
Individual Taxpayer #4	2,889,900		0.22%			
MCH-OT Realty LLC	2,809,800		0.22%			
Total	<u>\$ 93,655,200</u>		<u>7.18%</u>	<u>\$ -</u>		<u>0.00%</u>

Source: Municipal Tax Assessor

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Closter Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 33,226,689	\$ 32,804,184	98.72%	\$ 254,709	\$ 33,058,893	99.49%
2006	35,383,753	35,036,404	99.01%	171,790	35,208,194	99.50%
2007	37,407,699	36,709,725	98.13%	292,898	37,002,623	98.91%
2008	39,262,822	38,734,390	98.65%	470,768	39,205,158	99.85%
2009	40,825,490	40,275,809	98.65%	490,132	40,765,941	99.85%
2010	41,656,780	40,633,349	97.54%	933,718	41,567,067	99.78%
2011	42,276,395	41,672,678	98.57%	407,878	42,080,556	99.53%
2012	43,017,020	42,389,636	98.54%	345,925	42,735,561	99.34%
2013	43,444,222	43,043,539	99.07%	207,669	43,251,208	99.55%
2014	44,156,180	43,668,061	98.89%		43,668,061	98.89%

Source: Municipal Tax Collector

Demarest Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 21,988,472	\$ 21,797,970	99.13%	\$ 173,866	\$ 21,971,836	99.92%
2006	22,743,305	22,563,307	99.20%	144,116	22,707,423	99.84%
2007	24,116,431	23,838,595	98.84%	233,006	24,071,601	99.81%
2008	25,036,812	24,747,394	98.84%	288,328	25,035,722	99.99%
2009	26,331,129	25,985,102	98.68%	316,561	26,301,663	99.88%
2010	27,330,467	26,895,466	98.40%	364,992	27,260,458	99.74%
2011	28,096,150	27,713,629	98.63%	236,738	27,950,367	99.48%
2012	28,661,018	28,176,908	98.31%	450,973	28,627,881	99.88%
2013	29,682,841	29,299,721	98.70%	361,039	29,660,760	99.92%
2014	29,990,167	29,822,528	99.44%		29,822,528	99.44%

Source: Municipal Tax Collector

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Harrington Park Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	17,769,494	17,487,239	98.41%	88,865	17,576,104	98.91%
2007	18,382,496	18,269,865	99.49%	75,930	18,345,795	99.90%
2008	19,340,361	19,215,667	99.35%	101,969	19,317,636	99.88%
2009	20,768,143	20,521,901	98.81%	163,063	20,684,964	99.59%
2010	21,593,726	21,245,998	98.38%	167,451	21,413,449	99.16%
2011	21,854,202	21,471,119	98.24%	155,445	21,626,564	98.95%
2012	22,150,685	21,743,466	98.16%	136,507	21,879,973	98.77%
2013	22,394,523	22,231,904	99.27%	145,045	22,376,949	99.92%
2014	23,255,465	22,990,585	98.86%		22,990,585	98.86%

Source: Municipal Tax Collector

Haworth Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	16,162,933	16,031,220	99.18%	113,365	16,144,585	99.88%
2007	17,357,958	17,186,400	99.01%	162,823	17,349,223	99.94%
2008	18,311,450	18,157,740	99.16%	146,599	18,304,339	99.96%
2009	18,781,284	18,543,070	98.73%	213,516	18,756,586	99.86%
2010	19,511,718	19,275,591	98.78%	228,385	19,503,976	99.96%
2011	20,378,873	20,039,320	98.33%	188,040	20,227,360	99.25%
2012	21,038,042	20,644,214	98.12%	188,962	20,833,176	99.02%
2013	21,523,087	21,167,116	98.34%	143,053	21,310,169	99.01%
2014	21,924,622	21,730,357	99.11%		21,730,357	99.11%

Source: Municipal Tax Collector

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Northvale Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 15,680,593	\$ 15,424,289	98.36%	\$ 233,805	\$ 15,658,094	99.85%
2006	16,315,580	15,761,199	96.60%	329,518	16,090,717	98.62%
2007	17,316,610	17,093,715	98.71%	220,736	17,314,451	99.98%
2008	18,047,137	17,799,903	98.63%	259,334	18,059,237	100.06%
2009	18,997,284	18,513,285	97.45%	480,135	18,993,420	99.97%
2010	19,831,276	19,221,597	96.92%	576,428	19,798,025	99.83%
2011	20,850,238	20,421,452	97.94%	414,678	20,836,130	99.93%
2012	21,272,736	20,719,186	97.39%	526,167	21,245,353	99.87%
2013	21,490,894	20,867,058	97.09%	601,648	21,468,706	99.89%
2014	21,983,037	21,413,040	97.40%		21,413,040	97.40%

Source: Municipal Tax Collector

Norwood Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 20,244,931	\$ 20,018,942	98.88%	\$ 216,270	\$ 20,235,212	99.95%
2006	21,220,840	20,921,465	98.58%	285,583	21,207,048	99.93%
2007	22,409,765	22,058,350	98.43%	354,488	22,412,838	100.01%
2008	23,651,903	23,205,725	98.11%	333,504	23,539,229	99.52%
2009	24,597,704	24,141,580	98.14%	416,895	24,558,475	99.84%
2010	25,597,421	25,022,879	97.75%	454,556	25,477,435	99.53%
2011	25,178,411	24,717,721	98.17%	507,856	25,225,577	100.18%
2012	26,268,723	25,783,987	98.15%	480,857	26,264,844	99.98%
2013	26,551,147	25,942,070	97.70%	590,840	26,532,910	99.93%
2014	26,612,943	26,214,789	98.50%		26,214,789	98.50%

Source: Municipal Tax Collector

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Old Tappan Borough

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the		Collections in Subsequent Years	Total Collections to Date	
		Levy			Amount	Percentage of Levy
		Amount	Percentage of Levy			
2005	\$ 23,216,862	\$ 22,926,675	98.75%	\$ 283,267	\$ 23,209,942	99.97%
2006	24,266,836	23,929,313	98.60%	305,311	24,234,624	99.86%
2007	25,322,060	25,034,811	98.86%	283,103	25,317,914	99.98%
2008	26,774,225	26,418,573	98.67%	330,178	26,748,751	99.90%
2009	27,949,846	27,565,325	98.62%	364,381	27,929,706	98.92%
2010	28,375,218	28,028,061	98.77%	334,418	28,362,479	99.95%
2011	29,241,204	28,851,110	98.66%	310,584	29,161,694	99.72%
2012	30,332,309	29,903,223	98.58%	359,333	30,262,556	99.77%
2013	31,493,961	31,090,280	98.71%	324,019	31,414,299	99.74%
2014	32,296,333	31,975,224	99.00%		31,975,224	99.00%

Source: Municipal Tax Collector

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited**

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	\$ 19,919,000	\$ -	\$ -	\$ -	\$ -	\$ 19,919,000	1.12%	521
2007	20,706,000					20,706,000	1.13%	538
2008	19,771,000		451,000			20,222,000	1.06%	521
2009	18,665,000		1,213,298			19,878,298	1.01%	507
2010	19,910,000		945,621			20,855,621	1.08%	558
2011	18,825,000		673,158			19,498,158	1.25%	674
2012	17,495,000		478,685			17,973,685	0.92%	471
2013	16,095,000		199,050			16,294,050	0.83%	428
2014	14,630,000		-			14,630,000	0.72%	382
2015	13,090,000					13,090,000	0.62%	341

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited**

<u>General Bonded Debt Outstanding</u>					
<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2006	\$ 19,919,000	\$ -	\$ 19,919,000	0.26%	521
2007	20,706,000		20,706,000	0.25%	538
2008	19,771,000		19,771,000	0.22%	509
2009	18,665,000		18,665,000	0.21%	476
2010	19,910,000		19,910,000	0.22%	532
2011	18,825,000		18,825,000	0.21%	651
2012	17,495,000		17,495,000	0.20%	458
2013	16,095,000		16,095,000	0.18%	423
2014	14,630,000		14,630,000	0.17%	382
2015	13,090,000		13,090,000	0.15%	341

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Direct and Overlapping Governmental Activities Debt
As of December 31, 2014
Unaudited**

	<u>Borough of Closter</u>	<u>Borough of Demarest</u>	<u>Borough of Harrington Park</u>	<u>Borough of Haworth</u>	<u>Borough of Northvale</u>	<u>Borough of Norwood</u>	<u>Borough of Old Tappan</u>
Net Direct Debt of School District as of December 31, 2014	2,790,000.00	15,674,732.00	2,342,000.00	\$ 2,612,000.00	3,219,000.00	3,902,000.00	3,265,000.
Net Overlapping Debt of School District:							
Municipal (100%)	12,585,359.00	6,704,682.00	3,002,075.00	6,461,662.00	6,280,664.26	8,225,520.36	6,694,117.
Regional School (100%)	3,158,121.88	2,198,815.94	1,465,692.00	1,474,178.00	1,407,941.51	1,919,646.72	2,686,469.
Swimming Pool Utility				388,726.00			
Sewer Utility							4,166,741.
County of Bergen Share (1)	11,678,255.60	8,198,511.69	5,408,691.11	5,333,149.40	5,308,544.23	7,047,175.88	9,828,502.
Bergen County Utilities Authority - Water Pollution Control System - Borough's share of \$220,538,676 at 12/31/2014.(2)	<u>2,853,991.01</u>	<u>1,435,265.70</u>	<u>1,167,090.67</u>	<u>1,300,737.11</u>	<u>1,776,439.04</u>	<u>1,838,851.48</u>	<u>1,298,752.</u>
Total Direct and Overlapping Bonded Debt as of December 31, 2014	<u>\$ 33,065,727.49</u>	<u>\$ 34,212,007.33</u>	<u>\$ 13,385,548.79</u>	<u>\$ 17,570,452.51</u>	<u>\$ 17,992,589.03</u>	<u>\$ 22,933,194.44</u>	<u>\$ 27,939,581.</u>

(1) Borough of Closter - 1.25112%
 Borough of Demarest - 0.87833%
 Borough of Harrington Park - 0.57945%
 Borough of Haworth - 0.57135%
 Borough of Northvale - 0.56872%
 Borough of Norwood - 0.75498%
 Borough of Old Tappan - 1.05295%

(2) Borough of Closter - 1.2941%
 Borough of Demarest - 0.6508%
 Borough of Harrington Park - 0.5292%
 Borough of Haworth - 0.5898%
 Borough of Northvale - 0.8055%
 Borough of Norwood - 0.8338%
 Borough of Old Tappan - .5889%

Source: Municipalities Chief Financial Officers and Bergen County Treasurer's Office

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Legal Debt Margin Information
Last Ten Calendar Years
Unaudited**

Legal Debt Margin Calculation for Calendar Year 2014

Year	Borough of Closter	Borough of Demarest	Borough of Hamington Park	Borough of Haworth	Borough of Northvale	Borough of Norwood	Borough of Old Tappan	Total Equalized Valuation Basis
2012	2,024,873,494	1,373,070,970	948,701,847	987,507,635	920,215,119	1,269,731,022	1,776,871,774	9,300,971,861
2013	2,016,338,498	1,408,884,265	941,139,291	927,696,860	914,149,431	1,223,176,117	1,716,658,500	9,148,042,962
2014	2,064,458,996	1,489,954,364	957,954,784	948,661,467	901,223,245	1,236,626,154	1,725,803,593	9,354,882,603
	<u>\$ 6,135,670,988</u>	<u>\$ 4,271,909,599</u>	<u>\$ 2,847,795,922</u>	<u>\$ 2,864,065,962</u>	<u>\$ 2,735,587,795</u>	<u>\$ 3,729,533,293</u>	<u>\$ 5,219,333,867</u>	<u>\$ 27,803,897,426</u>
							Average equalized valuation of taxable property	<u>\$ 9,267,965,809</u>
							Debt limit (3.0% of average equalization value)	278,038,974
							Total Net Debt Applicable to Limit	<u>13,090,000</u>
							Legal debt margin	<u>\$ 264,948,974</u>

Fiscal Year

	2011	2012	2013	2014	2015
Debt limit	\$ 305,740,435	\$ 295,936,990	\$ 286,919,769	\$ 279,854,050	\$ 278,038,974
Total net debt applicable to limit	<u>18,825,000</u>	<u>17,495,000</u>	<u>16,095,000</u>	<u>14,630,000</u>	<u>13,090,000</u>
Legal debt margin	<u>\$ 286,915,435</u>	<u>\$ 278,441,990</u>	<u>\$ 270,824,769</u>	<u>\$ 265,224,050</u>	<u>\$ 264,948,974</u>
Total net debt applicable to the limit as a percentage of debt limit	6.16%	5.91%	5.61%	5.23%	4.71%

Fiscal Year

	2006	2007	2008	2009	2010
Debt limit	\$ 229,749,799	\$ 246,884,504	\$ 265,390,418	\$ 288,651,232	\$ 308,633,794
Total net debt applicable to limit	<u>19,919,000</u>	<u>20,706,000</u>	<u>19,771,000</u>	<u>18,666,083</u>	<u>19,911,083</u>
Legal debt margin	<u>\$ 209,830,799</u>	<u>\$ 228,178,504</u>	<u>\$ 228,178,504</u>	<u>\$ 269,986,232</u>	<u>\$ 288,722,711</u>
Total net debt applicable to the limit as a percentage of debt limit	8.67%	8.32%	6.93%	6.47%	6.45%

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited**

Closter Borough

<u>Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2006	8,549	\$ 382,045,451	\$ 44,689	2.1%
2007	8,690	396,161,782	46,119	1.9%
2008	8,621	410,314,397	47,595	2.4%
2009	8,675	426,096,818	49,118	4.4%
2010	8,373 (Actual)	422,844,873	50,501 (Actual)	4.5%
2011	8,608	448,623,411	52,117	5.4%
2012	8,498	445,269,706	52,397	4.5%
2013	8,545	420,431,090	49,202	4.5%
2014	8,592	429,737,472	50,016	4.5%
2015	8,592 (Est)	442,629,596	51,516 (Est.)	

Demarest Borough

<u>Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2006	4,998	\$ 314,505,806	\$ 62,926	4.0%
2007	5,065	329,239,692	65,003	3.6%
2008	5,104	342,723,374	67,148	4.7%
2009	5,162	357,362,712	69,364	8.4%
2010	4,881	339,034,260	69,460 (Actual)	8.6%
2011	5,050	340,249,810	67,376	5.4%
2012	4,967	326,272,296	65,688	8.6%
2013	4,947	347,323,923	70,209	5.8%
2014	4,973	333,539,110	67,070	4.1%
2015	4,973 (Est)	343,545,283	69,082 (Est)	

Sources:

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

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

Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Harrington Park Borough

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2006	4,813	\$ 217,774,359	\$ 45,247	2.7%
2007	4,830	223,788,605	46,333	2.4%
2008	4,848	230,013,542	47,445	3.1%
2009	4,870	236,602,709	48,584	5.6%
2010	4,664 (Actual)	229,277,576	49,159 (Actual)	5.8%
2011	4,840	245,067,447	50,634	8.7%
2012	4,807	250,521,612	52,116	5.8%
2013	4,751	255,427,374	53,763	8.3%
2014	4,781	278,182,485	58,185	4.8%
2015	4,781 (Est.)	286,527,960	59,931 (Est.)	

Haworth Borough

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2006	3,363	\$ 182,284,040	\$ 54,203	3.8%
2007	3,377	188,351,123	55,775	3.4%
2008	3,400	195,133,325	57,392	4.4%
2009	3,422	202,091,435	59,057	7.9%
2010	3,382 (Actual)	209,562,248	61,964 (Actual)	8.0%
2011	3,393	216,340,924	63,761	7.0%
2012	3,403	204,748,301	60,167	8.0%
2013	3,431	204,463,583	59,593	11.3%
2014	3,448	196,236,024	56,913	4.0%
2015	3,448 (Est.)	202,123,105	58,620 (Est.)	

Sources:

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

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

Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Northvale Borough

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2006	4,467	\$ 144,339,944	\$ 32,313	2.5%
2007	4,501	148,565,499	33,007	2.2%
2008	4,693	158,233,297	33,717	2.9%
2009	4,807	165,561,677	34,442	5.2%
2010	4,640 (Actual)	164,274,560	35,404 (Actual)	5.4%
2011	4,593	166,106,699	36,165	4.7%
2012	4,848	165,753,120	34,190	5.4%
2013	4,746	165,186,523	34,805	7.1%
2014	4,771	166,541,297	34,907	4.3%
2015	4,771 (Est.)	171,537,536	35,954 (Est.)	

Norwood Borough

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2006	6,137	\$ 215,807,443	\$ 35,165	4.2%
2007	6,153	220,697,484	35,868	3.8%
2008	6,182	226,172,417	36,586	4.9%
2009	6,210	231,740,751	37,317	8.8%
2010	5,711 (Actual)	221,329,805	38,755 (Actual)	9.0%
2011	6,158	243,426,356	39,530	6.2%
2012	5,815	217,870,605	37,467	9.0%
2013	5,797	219,585,357	37,879	7.2%
2014	5,826	259,315,260	44,510	5.2%
2015	5,826 (Est.)	267,094,718	45,845 (Est.)	

Sources:

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

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

Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Old Tappan Borough

Year	Population	Personal income	Per Capita Personal Income	Unemployment Rate
2006	5,884	\$ 322,529,290	\$ 54,815	3.1%
2007	5,958	332,888,674	55,873	2.8%
2008	5,996	341,477,560	56,951	3.6%
2009	6,054	351,434,979	58,050	6.5%
2010	5,750 (Actual)	337,369,750	58,673 (Actual)	6.7%
2011	5,943	355,493,165	59,817	7.2%
2012	6,843	335,873,169	57,483	6.7%
2013	5,874	353,187,279	60,127	6.8%
2014	5,943	373,386,804	62,828	4.1%
2015	5,943 (Est.)	384,588,408	64,713 (Est.)	

Sources:

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

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

Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Principal Employers
Current Year and Ten Years Ago
Unaudited**

	2015			2006		
<u>Employer</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
		Not Available			Not Available	
	<u>0</u>		<u>0.00%</u>	<u>0</u>		<u>0.00%</u>

Source: Economic Development Partnership

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**
**Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
Unaudited**

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instruction										
Regular	208	203	196	193	189	186	186	185	185	185
Special education	19	28	26	26	27	26	27	26	26	26
Support Services:										
Student and instruction related services	23	23	23	23	23	22	22	22	22	22
School administrative services	12	12	12	12	12	12	12	12	12	12
General administrative services	7	7	7	6	6	5.4	5.4	5.4	5.4	5.4
Central Services	8	8	8	8	8	8	8	8	8	8
Administrative information technology	13	13	13	13	13	13	13	13	13	13
Plant operations and maintenance	29	29	32	30	30	29	29	29	29	29
Pupil transportation	2	2	2	2	2	2	2	2	2	2
Child Care	1	1	1	1	1	1	1	1	1	1
Regional Special Education	69	67	64	64	64	64	64	64	64	64
Regional Transportation	2	2	2	2	2	2	2	2	2	2
Total	393	395	386	380	377	370.4	371.4	369.4	369.4	369.4

Source: District Personnel Records

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2006	2,453	\$ 41,002,454	16,715	0.65%	177			1:14.0	2,409	2,325	2.34%	96.51%
2007	2,476	45,891,447	18,535	10.88%	212			1:12.2	2,431	2,329	0.90%	95.81%
2008	2,597	47,780,351	18,398	-0.73%	222			1:11.3	2,571	2,469	5.77%	96.01%
2009	2,659	48,469,264	18,228	-0.92%	220			1:12.1	2,554	2,455	-0.66%	96.12%
2010	2,591	49,990,030	19,294	5.84%	220			1:11.8	2,553	2,455	-0.04%	96.16%
2011	2,535	50,459,784	19,905	3.17%	220			1:11.4	2,559	2,462	0.24%	96.21%
2012	2684	51,716,920	19,269	-3.20%	221			1:12.1	2,483	2,391	-2.99%	96.29%
2013	2529	53,839,775	21,289	10.49%	264			9.6	2,481	2,393	-0.08%	96.47%
2014	2586	56,153,954	21,715	2.00%	282			9.2	2,575	2,493	3.79%	96.83%
2015	2291	56,075,135	24,476	12.72%	282			8.1	2,334	2,242	-9.34%	96.06%

Source: District records

Note: Enrollment based on annual October district count.

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**School Building Information
Last Ten Fiscal Years
Unaudited**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>District Building</u>										
Demarest High School (1950) (2004)										
Square Feet	164000	164000	164000	164000	164000	164000	164000	164000	164000	164000
Capacity (students)	1234	1234	1234	1234	1234	1234	1234	1234	1234	1234
Enrollment	1149	1186	1222	1220	1212	1212	1134	1134	1070	1032
Old Tappan High School (1950) (2004)										
Square Feet	177800	177800	177800	177800	177800	177800	177800	177800	177800	177800
Capacity (students)	1349	1349	1349	1349	1349	1349	1349	1349	1349	1349
Enrollment	1280	1267	1334	1333	1346	1346	1414	1414	1293	1259
Central Administration (1981)										
Square Feet	9500	9500	9500	9500	9500	9500	9500	9500	9500	9500

Number of Schools at June 30, 2015
 Elementary = 0
 Middle School = 0
 Senior High School = 2
 Other = 1

Source: District Facilities Office

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
Unaudited**

Undistributed Expenditures—Required
Maintenance for School Facilities
11-000-261-xxx

<u>School Facilities</u>	<u>Project #(s)</u>	<u>Gross Building Area (SF)</u>	<u>Ten Year Total</u>	<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>
Demarest High School	SP202013	164000	\$ 2,349,729	\$ 256,987	\$ 240,326	\$ 217,935	\$ 189,428	\$ 189,521	\$ 212,317	\$ 246,109	\$ 257,164	\$ 278,936	\$ 261,008
Old Tappan High School	SP202012	177800	2,332,394	273,611	211,866	201,104	171,216	201,350	230,183	266,818	255,196	256,091	264,958
John J. Haworth Administration Building		9500	172,097	3,749	5,767	10,000	34,009	16,755	12,289	9,210	30,116	23,305	27,886
Total School Facilities		351300	\$ 4,854,220	\$ 534,347	\$ 457,959	\$ 429,039	\$ 394,652	\$ 406,626	\$ 454,799	\$ 522,137	\$ 542,476	\$ 558,332	\$ 553,853

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

Source: Northern Valley Regional High School District records.

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Insurance Schedule
As of June 30, 2015
Unaudited**

	<u>Coverage</u>	<u>Deductible</u>
New Jersey School Boards Association Insurance Group:		
Multi Peril Package Policy:		
Commercial General Liability	\$ 11,000,000	\$ -
Employee Dishonesty	1,000,000	
Business Automobile Liability	11,000,000	1,000
School Board Legal Liability	11,000,000	15,000
Workers' Compensation	2,000,000	
NJ Schools Ins. Group		
Property - Blanket Building and Contents- Includes Energy Systems	95,998,064	5,000
Fireman's Fund:		
Excess Umbrella Liability	50,000,000	
Bollinger Insurance Co.		
Student Accident	5,000,000	
Surety Bonds:		
Treasurer of School monies	300,000	
Board Secretary	85,000	

Source: District records

Single Audit Section

T. M. Vrabel & Associates, LLC *Accountants and Auditors*

K-1
Sheet 1

Timothy M. Vrabel, RMA, PSA
Chris C. Hwang, CPA

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

The Honorable President and
Members of the Board of Education
Northern Valley Regional High School District
County of Bergen, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and in compliance with audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Northern Valley Regional High School District as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Northern Valley Regional High School District's basic financial statements, and have issued our report thereon dated September 25, 2015.

Internal Control Over Financial Reporting

Management of the Northern Valley Regional High School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Northern Valley Regional High School District's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstance for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Northern Valley Regional High School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Northern Valley Regional High School District's internal control over financial reporting.

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.

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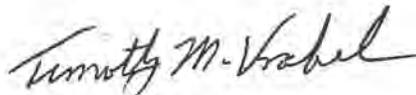
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting 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 Northern Valley Regional High School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of This Report

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



Timothy M. Vrabel
Public School Accountant
License No. CS000698



Chris C. W. Hwang
Certified Public Accountant
License No. CC033704

Montville, New Jersey
September 25, 2015

T. M. Vrabel & Associates, LLC
Accountants and Auditors

K-2
Sheet 1

Timothy M. Vrabel, RMA, PSA
Chris C. Hwang, CPA

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL
EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
NEW JERSEY OMB CIRCULAR LETTER 15-08

The Honorable President and
Members of the Board of Education
Northern Valley Regional High School District
County of Bergen, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Northern Valley Regional High School District's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the New Jersey Compliance Manual State Grants Compliance Supplement that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2015. Northern Valley Regional High 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

Our responsibility is to express an opinion on compliance for each of Northern Valley Regional High School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; in compliance with the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and New Jersey Office of Management and Budget Circular Letter 15-08 Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those

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standards, OMB Circular A-133 and New Jersey OMB's Circular Letter 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about Northern Valley Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Northern Valley Regional High School District's compliance with those requirements.

Opinion on Each Major Federal and State program

In our opinion, the Northern Valley Regional High School District, in the County of Bergen, State of New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

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

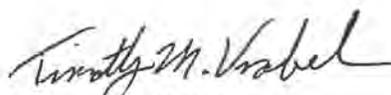
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of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

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

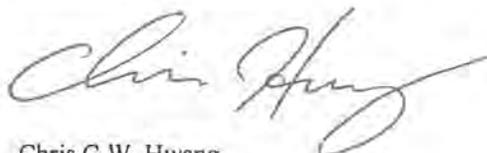
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable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

Report on Schedules of Expenditures of Federal Awards and State Financial Assistance Required by OMB Circular A-133 and New Jersey OMB Circular 15-08

We have audited the financial statements of the Northern Valley Regional High School District as of and for the year ended June 30, 2015, and have issued our report thereon dated September 25, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and New Jersey OMB Circular 15-08 and is not a required part of the 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 standards generally accepted in the United States of America. In our opinion, the Schedules of Expenditure of Federal Awards and State Financial Assistance are fairly stated in all material respects in relation to the financial statements as a whole.



Timothy M. Vrabel
Public School Accountant
License No. CS000698



Chris C.W. Hwang
Certified Public Accountant
License No. CC033704

Montville, New Jersey
September 25, 2015

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA or Grant Number	Grant Period	Award Amount	Balance July 1, 2014	Adjustments	Cash Received	BUDGETARY EXPENDITURES			Total	Repayment of Prior Years' Balances	Balance June 30, 2015		Due to Grantor
							Disbursements	Accounts Payable	Encumbrances			Accounts Receivable	Deferred Revenue	
U.S. Department of Education Passed - Through State Department of Education:														
Special Revenue Funds:														
E.S.E.A. Title I	84.010A	7/1/14-6/30/15	\$ 83,209.00	\$ -	\$ -	\$ 83,209.00	\$ 83,209.00	\$ -	\$ -	\$ 83,209.00	\$ -	\$ -	\$ -	\$ -
E.S.E.A. Title II A	84.367A	7/1/14-6/30/15	130,536.00	-	-	130,536.00	130,536.00	-	-	130,536.00	-	-	-	-
E.S.E.A. Title III	84.365A	7/1/14-6/30/15	50,134.00	-	-	50,134.00	50,134.00	-	-	50,134.00	-	-	-	-
E.S.E.A. Title III - Immigrant	84.365A	7/1/14-6/30/15	5,897.00	-	-	5,897.00	5,897.00	-	-	5,897.00	-	-	-	-
I.D.E.A. Part B, Basic	84.027A	7/1/14-6/30/15	490,229.00	-	-	490,229.00	490,229.00	-	-	490,229.00	-	-	-	-
I.D.E.A. Part B, Basic	84.027A	9/1/13-6/30/14	485,715.00	(273,530.00)	-	273,530.00	-	-	-	-	-	-	-	-
I.D.E.A. Part B, Basic	84.027A	9/1/12-6/31/13	490,874.00	2,884.00	-	-	-	-	-	-	-	-	2,884.00	-
Race to the Top	84.395	9/1/11-11/30/15	9,098.00	(1,668.00)	-	-	-	-	-	-	(1,668.00)	-	-	-
Total U.S. Department of Education (Fund 20)				(270,846.00)	-	1,033,335.00	759,805.00	-	-	759,805.00	-	(1,668.00)	2,884.00	-
Total Federal Financial Assistance				\$ (270,846.00)	\$ -	\$ 1,033,335.00	\$ 759,805.00	\$ -	\$ -	\$ 759,805.00	\$ -	\$ (1,668.00)	\$ 2,884.00	\$ -

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

**BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Fiscal Year Ended June 30, 2015

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2014	Adjustments	Cash Received	BUDGETARY EXPENDITURES			Total	Repayment of Prior Years' Balances	Balance June 30, 2015		Due to Grantor
							Disbursements	Accounts Payable	Encumbrances			Accounts Receivable	Deferred Revenue	
State Department of Education:														
General Funds:														
Categorical Transportation Aid	15-495-034-5120-014	7/1/14-6/30/15	\$ 81,334.00	\$ -	\$ 37,039.93 (1)	\$ 40,946.16	\$ 81,334.00	\$ -	\$ -	\$ 81,334.00	\$ -	\$ (3,347.91)	\$ -	\$ -
Categorical Transportation Aid	14-495-034-5120-014	7/1/13-6/30/14	81,334.00	(1,355.60)	-	1,355.60	-	-	-	-	-	-	-	-
Categorical Special Education Aid	15-495-034-5120-089	7/1/14-6/30/15	1,048,065.00	-	-	1,004,924.09	1,048,065.00	-	-	1,048,065.00	-	(43,140.91)	-	-
Categorical Special Education Aid	14-495-034-5120-089	7/1/13-6/30/14	1,048,065.00	(17,468.23)	-	17,468.23	-	-	-	-	-	-	-	-
Categorical Security Aid	15-495-034-5120-084	7/1/14-6/30/15	37,869.00	-	-	36,310.22	37,869.00	-	-	37,869.00	-	(1,558.78)	-	-
Categorical Security Aid	14-495-034-5120-084	7/1/13-6/30/14	37,869.00	(631.17)	-	631.17	-	-	-	-	-	-	-	-
Per Pupil Growth Aid	15-495-034-5120-097	7/1/14-6/30/15	23,230.00	-	-	22,273.80	23,230.00	-	-	23,230.00	-	(956.20)	-	-
PARCC Readiness Aid	15-495-034-5120-098	7/1/14-6/30/15	23,230.00	-	-	22,273.80	23,230.00	-	-	23,230.00	-	(956.20)	-	-
Extraordinary Aid	15-100-034-5120-473	7/1/14-6/30/15	786,623.00	-	-	-	786,623.00	-	-	786,623.00	-	(786,623.00)	-	-
Extraordinary Aid	14-100-034-5120-473	7/1/13-6/30/14	636,382.00	(636,382.00)	-	636,382.00	-	-	-	-	-	-	-	-
Non-Public Transportation Aid	15-495-034-5120-014	7/1/14-6/30/15	13,911.00	-	-	-	13,911.00	-	-	13,911.00	-	(13,911.00)	-	-
Non-Public Transportation Aid	14-495-034-5120-014	7/1/13-6/30/14	23,788.00	(23,788.00)	-	23,788.00	-	-	-	-	-	-	-	-
Reimbursed TPAF Social Security Contribution	15-495-034-5095-002	7/1/14-6/30/15	2,198,969.14	-	-	2,087,551.94	2,198,969.14	-	-	2,198,969.14	-	(111,417.20)	-	-
Reimbursed TPAF Social Security Contribution	14-495-034-5095-002	7/1/13-6/30/14	2,113,219.53	(108,024.11)	-	108,024.11	-	-	-	-	-	-	-	-
On-Behalf TPAF Pension Contributions	15-495-034-5095-001	7/1/14-6/30/15	1,518,039.00	-	-	1,518,039.00	1,518,039.00	-	-	1,518,039.00	-	-	-	-
On-Behalf TPAF PRM Contributions	15-495-034-5095-001	7/1/14-6/30/15	2,409,886.00	-	-	2,409,886.00	2,409,886.00	-	-	2,409,886.00	-	-	-	-
Total General Funds				(787,849.11)	37,039.93	7,929,854.12	8,141,156.14			8,141,156.14		(961,911.20)		
Special Revenue Funds:														
New Jersey Nonpublic Aid:														
Textbook Aid	15-100-034-5120-064	7/1/14-6/30/15	29,433.00	-	-	29,433.00	29,433.00	-	-	29,433.00	-	-	-	2,596.22
Auxiliary Services:														
Compensatory Education	15-100-034-5120-067	7/1/14-6/30/15	10,750.00	-	-	10,750.00	8,151.78	-	-	8,151.78	-	-	-	-
Compensatory Education	14-100-034-5120-067	7/1/13-6/30/14	12,869.00	7,276.33	(7,276.33) (1)	-	-	-	-	-	-	-	-	-
Compensatory Education	13-100-034-5120-067	7/1/12-6/30/13	8,778.00	195.54	(195.54) (1)	-	-	-	-	-	-	-	-	-
English as a Second Language	15-100-034-5120-067	7/1/14-6/30/15	6,395.00	-	-	6,395.00	-	-	-	-	-	-	-	6,395.00
English as a Second Language	14-100-034-5120-067	7/1/13-6/30/14	10,126.00	6,547.11	(6,547.11) (1)	-	-	-	-	-	-	-	-	-
English as a Second Language	13-100-034-5120-067	7/1/12-6/30/13	5,712.00	2,131.08	(2,131.08) (1)	-	-	-	-	-	-	-	-	-
Home Instruction	14-100-034-5120-067	7/1/13-6/30/14	1,128.00	(1,128.00)	-	1,128.00	-	-	-	-	-	-	-	-
Handicapped Services:														
Examination and Classification	15-100-034-5120-066	7/1/14-6/30/15	14,949.00	-	-	14,949.00	12,429.02	-	-	12,429.02	-	-	-	2,519.98
Examination and Classification	14-100-034-5120-066	7/1/13-6/30/14	27,074.00	15,808.58	(15,808.58) (1)	-	-	-	-	-	-	-	-	-
Examination and Classification	13-100-034-5120-066	7/1/12-6/30/13	13,218.00	319.38	(319.38) (1)	-	-	-	-	-	-	-	-	-
Corrective Speech	14-100-034-5120-066	7/1/13-6/30/14	1,562.00	1,562.00	(1,562.00) (1)	-	-	-	-	-	-	-	-	-
Supplementary Instruction	15-100-034-5120-066	7/1/14-6/30/15	6,278.00	-	-	6,278.00	4,080.44	-	-	4,080.44	-	-	-	2,197.56
Supplementary Instruction	14-100-034-5120-066	7/1/13-6/30/14	4,857.00	3,399.93	(3,399.93) (1)	-	-	-	-	-	-	-	-	-
Nursing Services	15-100-034-5120-070	7/1/14-6/30/15	54,539.00	-	-	54,539.00	54,539.00	-	-	54,539.00	-	-	-	-
Technology Initiative	15-100-034-5120-373	7/1/14-6/30/15	15,808.00	-	-	15,808.00	15,808.00	-	-	15,808.00	-	-	-	-
Total Special Revenue Funds				35,911.83	(37,039.63)	139,280.00	124,441.24			124,441.24				13,710.76
Capital Project Funds:														
N.J. School Development Authority Grant	SP3710-050-14-G1FH		484,902.00	-	-	-	-	-	-	-	-	-	-	-
Total Capital Project Funds														
Debt Service Funds:														
Debt Service Aid - State Support	15-495-034-5120-125	7/1/14-6/30/15	92,206.00	-	-	92,206.00	92,206.00	-	-	92,206.00	-	-	-	-
Total Debt Service Funds														
Total All Funds				\$ (751,737.18)	\$ -	\$ 8,161,340.12	\$ 8,357,803.38	\$ -	\$ -	\$ 8,357,803.38	\$ -	\$ (961,911.20)	\$ -	\$ 13,710.76

(1) Reallocated

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2015

Note 1: General

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state programs of the Northern Valley Regional High School District Board of Education. The Board of Education is defined in Note I:B. to the Board's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2: Basis of Accounting

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

Note 3: Relationship to Basic Financial Statements

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

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

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2015
(CONCLUDED)

Note 3: Relationship to Basic Financial Statements (Continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(30,505.00) for the general fund and \$-0- for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -0-	\$ 6,592,612.14	\$ 6,592,612.14
Special Revenue Fund	759,805.00	124,444.24	884,246.24
Debt Service Fund	<u>-0-</u>	<u>92,206.00</u>	<u>92,206.00</u>
Total Awards and Financial Assistance	<u>\$ 759,805.00</u>	<u>\$ 6,809,259.38</u>	<u>\$ 7,569,064.38</u>

Note 4: Relationship to State Financial Reports

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

Note 5: Other

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for post-retirement medical benefits and the normal and accrued liability pension costs 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.

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015

Part I – Summary of Auditor’s Results

Financial Statement Section

- A) Type of auditor’s report issued: Unmodified
- B) Internal Control over financial reporting:
- 1) Material weakness(es) identified? yes X no
- 2) Were significant deficiencies identified that were not considered to be material weaknesses? yes X none reported
- C) Noncompliance material to basic financial statements noted? Yes X no

Federal Awards Section

- D) Dollar Threshold used to determine Type A Programs \$ 300,000.00 :
- E) Auditee qualified as low-risk Auditee? X yes no
- F) Type of auditor’s report on compliance for major programs Unmodified
- G) Internal Control over compliance:
- 1) Material weakness(es) identified? yes X no
- 2) Were significant deficiencies identified that were not considered to be material weaknesses? yes X none reported
- H) Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510 (a))? yes X no

I) Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027A	I..D.E..A. Part B Basic

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015
(CONTINUED)

Part 2 – Schedule of Financial Statement Findings

This section identifies the Significant deficiencies, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of Government Auditing Standards.

Not Applicable

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015
(CONTINUED)

Part 3 – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by OMB Circular A-133 and New Jersey OMB's Circular 15-08.

Not Applicable

BOARD OF EDUCATION
NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS
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 Chapter 6.12 of Government Auditing Standards, U.S. OMB Circular A-133 (section .315 (a) (b)) and New Jersey OMB's Circular 15-08.

Not Applicable