



PISCATAWAY TOWNSHIP SCHOOLS

*Piscataway Township Board of Education
Middlesex County, New Jersey
Comprehensive Annual Financial Report*



Year Ended June 30, 2015

Piscataway Township School District

Piscataway, New Jersey

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

Prepared by

Business Office

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Note: The schedules denoted with N/A are not applicable in the current year. However, the New Jersey Department of Education requires the District to reference all schedules included in its sample Comprehensive Annual Financial Report.

Introductory Section



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Teresa M. Rafferty
Superintendent of Schools

David Oliveira
Business Administrator/Board Secretary

December 21, 2015

Honorable President and
Members of the Board of Education
Piscataway Township School District
County of Middlesex, New Jersey

Dear Board Members and Constituents:

The Comprehensive Annual Financial Report (CAFR) of the Piscataway Township School District (District) for the year ended June 30, 2015 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information at June 30, 2015 and the respective changes in financial position and cash flows, where applicable, for the year ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The introductory section includes this transmittal letter (designed to complement Management's Discussion and Analysis and should be read in conjunction with it), the District's organization chart, a roster of officials, and the list of independent auditors and advisors. The financial section includes the management's discussion and analysis (presented immediately after the report of independent auditors), basic financial statements, required supplementary information, and supplementary information, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis and is unaudited. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and the New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on internal control over compliance and compliance with major programs and findings and recommendations are included in the Single Audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Piscataway Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14. All funds and the government-wide financial statements of the District are included in this report. The Piscataway Township Board of Education and all its schools constitute the District's reporting entity.

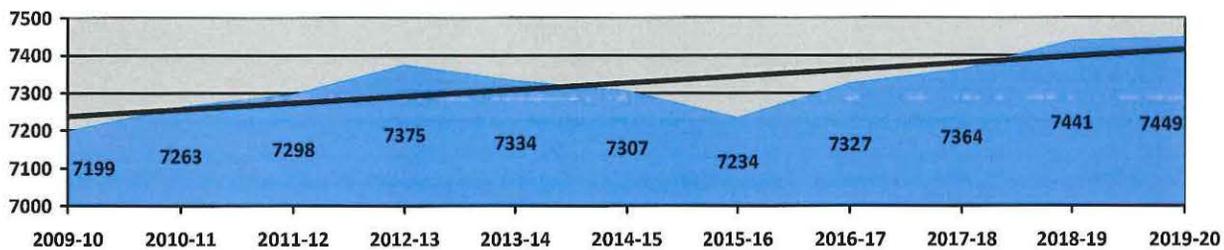
The District provides a full range of educational services appropriate to grade levels PK through 12. These include regular programs as well as special education for students with disabilities. The

Township and School District are coterminous. The School District is an independent legal entity operating under Title 18A Education of the New Jersey Statutes. The schools are organized on a PreK, K-3, 4-5, 6-8 and 9-12 system and include one high school, three middle schools, and six elementary schools, all operating on a full-day schedule including kindergarten, along with an integrated preschool program located in two rented buildings. Refer to Schedule J-18 for additional information about the District's school buildings. Located within Piscataway Township are several private/parochial schools, Middlesex Regional Educational Services Commission schools, and a County vocational and technical high school.

Enrollment

The exhibit below illustrates enrollment projections updated based on the annual October 15th count required by the New Jersey Department of Education. Starting with a base year of 2009-10 to the 2014-15 school year the enrollment grew from 7,199 to 7,307 an increase of 108 students or approximately 1.5%. The projection shows that enrollment growth is expected to increase to 7,449 during the 2019-20 school year. That is a projected increase of 142 students over the 2014-2015 audit year or approximately 1.9%.

Piscataway Schools Enrollment



The K-3 enrollment has grown from 2,248 students in 2009-10 to 2,252 students in 2014-15. This is an increase of 4 students. The intermediate school grew most significantly from 1,020 in 2009-10 to 1,092 in 2014-15. This is an increase of 72 students, or approximately 7.1%. The middle schools experienced enrollment growth from 1,575 in 2009-10 to 1,673 in 2014-15. This is an increase of 98 students, or approximately 6.2%.

The enrollment at Piscataway High School decreased from 2,190 in 2009-10 to 2,145 in 2014-2015. This is a decrease of 45 students and it can be attributed to cyclical enrollment fluctuations. The High School enrollment has decreased from its high water mark of 2,245 in 2011-2012, but based on the increases in the intermediate school and middle school populations, high school enrollment is projected to increase over the next five years.

Projections:

One of the issues that has arisen in providing enrollment projections during the past several years has been the instability of the economy especially with regard to the housing market. Several new housing developments have received approval and are beginning to move forward with construction after years of inactivity.

The 422-unit Lackland housing development has begun initial site work to prepare the lot for construction. The management company of the new development predicts the new additions will yield 83 students; however, Dr. Ross Haber, a demographer retained by the Piscataway School District, predicts 160 students from the Lackland apartments based on the demographics of Piscataway. Specifically, the number of students from rental units in Piscataway divided by the number of rental units in Piscataway gives you an average student yield per rental unit. Using the

most recent available data, the yield is 0.38 students per unit. In other words, every 100 rental units in Piscataway includes an average of 38 students. The proposed 422 rental units would therefore be expected to yield 160 students which will significantly impact enrollment projections.

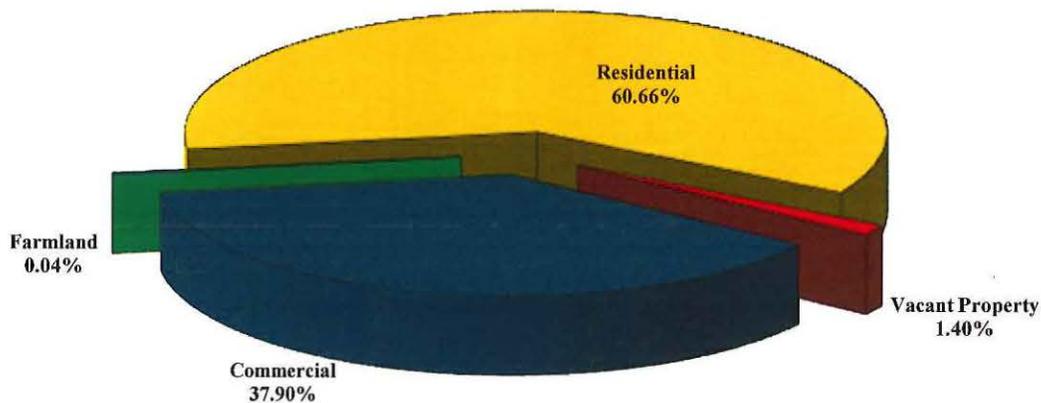
The Planning Board of the Township of Piscataway recently approved a mixed use development project that will include 495 market-rate apartments and 100 age-restricted apartments at a formerly vacant site (Karczynski Redevelopment Tract). Site work has already been completed and construction is expected to begin in the near future.

The District has retained Dr. Ross Haber to assess the impact of the Karczynski Redevelopment Tract housing development as well as to monitor potential enrollment from any additional projects in the Township. Our most recent enrollment projections for the District project an increase of 142 students from current enrollment of 7,307 students in 2014-15 to 7,449 students in 2019-20. Based on the above housing developments, the next demographic study may reflect an increase in projected enrollment over the next few years. Depending on the pace of future enrollment, budgets may have to bear the cost of building expansions and additional teachers within the confines of significant budget limitations.

2) ECONOMIC CONDITION AND OUTLOOK: Piscataway is the home of many well-known industrial concerns, research centers and computer/data warehouses comfortably spaced in attractively designed modern buildings on broad beautifully landscaped sites including the major employers listed in Schedule J-15. Piscataway is also the home of numerous facilities for Rutgers, the State University of New Jersey, including Livingston College, the College of Engineering, the School of Pharmacy, the Rutgers Athletic Center Complex and Rutgers Stadium. Rutgers University properties cover approximately one-eighth of the Township, but produce zero tax revenue for the District.

In 2014, the Township performed a revaluation of properties, which resulted in an increase in ratables from \$2,242,160,250 in 2013 to \$6,125,768,900 in 2014. The assessed value of ratables increased 0.2% to \$6,136,121,300 in 2015. Piscataway’s ratables are classified in the 2015 Middlesex County Board of Taxation Abstract of Ratables as follows:

Vacant Property	\$ 85,606,900
Residential	3,722,461,100
Farmland	2,380,000
Commercial	<u>2,325,673,300</u>
TOTAL Ratables	<u>\$ 6,136,121,300</u>



3) LONG TERM FINANCIAL PLANNING/MAJOR INITIATIVES: As a public school district, we are faced with never ending challenges resulting from an ever changing educational landscape. The State of New Jersey has not fully funded the School Funding Reform Act, which has resulted in the Piscataway Township Schools being short changed over the past several years and local taxpayers having to cover a disproportionate share of the cost of education compared to more affluent communities. Moreover, the State imposed a 2% cap on the local tax levy, flat State Aid payments, limited federal funding for the Individuals with Disabilities Education Act and No Child Left Behind mandates, and per pupil allocation payments to charter schools have strained our allocation of resources in the local budget.

In addition to the above, the New Jersey Department of Education has adopted the national Common Core Standards and implemented a new teacher and principal evaluation system without providing financial support to the local level. These mandates have impacted the District's need to redesign curriculum, make major investments in upgrading technology in an accelerated manner, and invest in comprehensive professional development, all financed with local tax dollars.

The Piscataway Township Schools remain committed to assisting all students achieve college and career readiness. Along with a rigorous instructional program being implemented at all grade levels, the District continues to offer supplemental programs to students in need by providing support specialists, Saturday and Summer Academies, a partnership with Rutgers University, and tutoring and mental health counseling. Funding for these supplemental programs has come from a combination of implementing efficiencies in non-instructional areas of the operation as well as utilizing professionally approved funding alternatives to support health benefits costs, participating in shared services agreements, and instituting cost containment measures.

Going forward the district's administration will continue to implement a budget process that presents to the Board of Education and the Community a balanced approach to providing financial support to instructional programs while seeking efficiencies on the operations side. The major challenge facing all New Jersey school districts is the continued uncertainty with respect to the amount of State Aid to be allocated each year.

As we project the future, we are working with the following assumptions:

- Assumption One – Tax Levies for school districts cannot exceed 2% unless we meet very few exceptions. In essence, our costs, many of which are beyond our control, need be kept below the levy cap.
- Assumption Two – Personnel – School districts are human resource dependent organizations, therefore, the largest impact on the budget going forward is in the area of salaries and related benefits.
- Assumption Three – Energy – Energy costs continue to increase and will be budgeted accordingly, but the District has moderated its impact through efficiencies and the installation of solar panels on many of the District's buildings. The solar panels will accrue the benefit of a reduction in kilowatts purchased as well as a revenue stream from the sale of kilowatts back into the electric grid, with the anticipated savings dedicated to roof repairs.
- Assumption Four – All other expenditures, including supplies and new equipment, will be held to a 2% inflationary growth.
- Assumption Five - The 2% tax levy cap, level state aid, and a dwindling reserve base, means the district's ability to fund reserve accounts such as capital or maintenance will be limited in future years.

If neither the New Jersey Supreme Court nor the Legislature addresses the underfunding of school districts, the Piscataway Township Schools will face some budgetary challenges in the next few years.

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

As a recipient of federal awards and state financial assistance, the District is also responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. These internal controls are also subject to periodic evaluation by the District management.

As part of the District's Single Audit described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards and state financial assistance programs, as well as to evaluate whether the District has complied with applicable laws and regulations relating to its major programs.

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

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

6) ACCOUNTING SYSTEM AND REPORTS: The District's financial statements are presented in conformity with accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

7) DEBT ADMINISTRATION: At June 30, 2015, the District's outstanding debt issues included serial bonds in the amount of \$24,740,000 and capital leases in the amount of \$3,331,946.

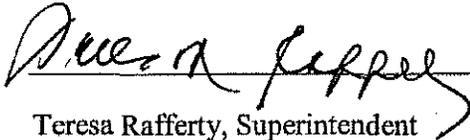
8) OTHER INFORMATION:

A. *Independent Audit:* State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wiss & Company, LLP was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related OMB Circular A-133 and New Jersey OMB Circular 15-08, as amended. The auditors' report on the basic financial statements, required supplementary information, and supplementary information are included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

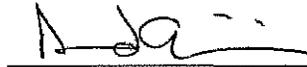
9) ACKNOWLEDGMENTS:

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

Respectfully submitted,

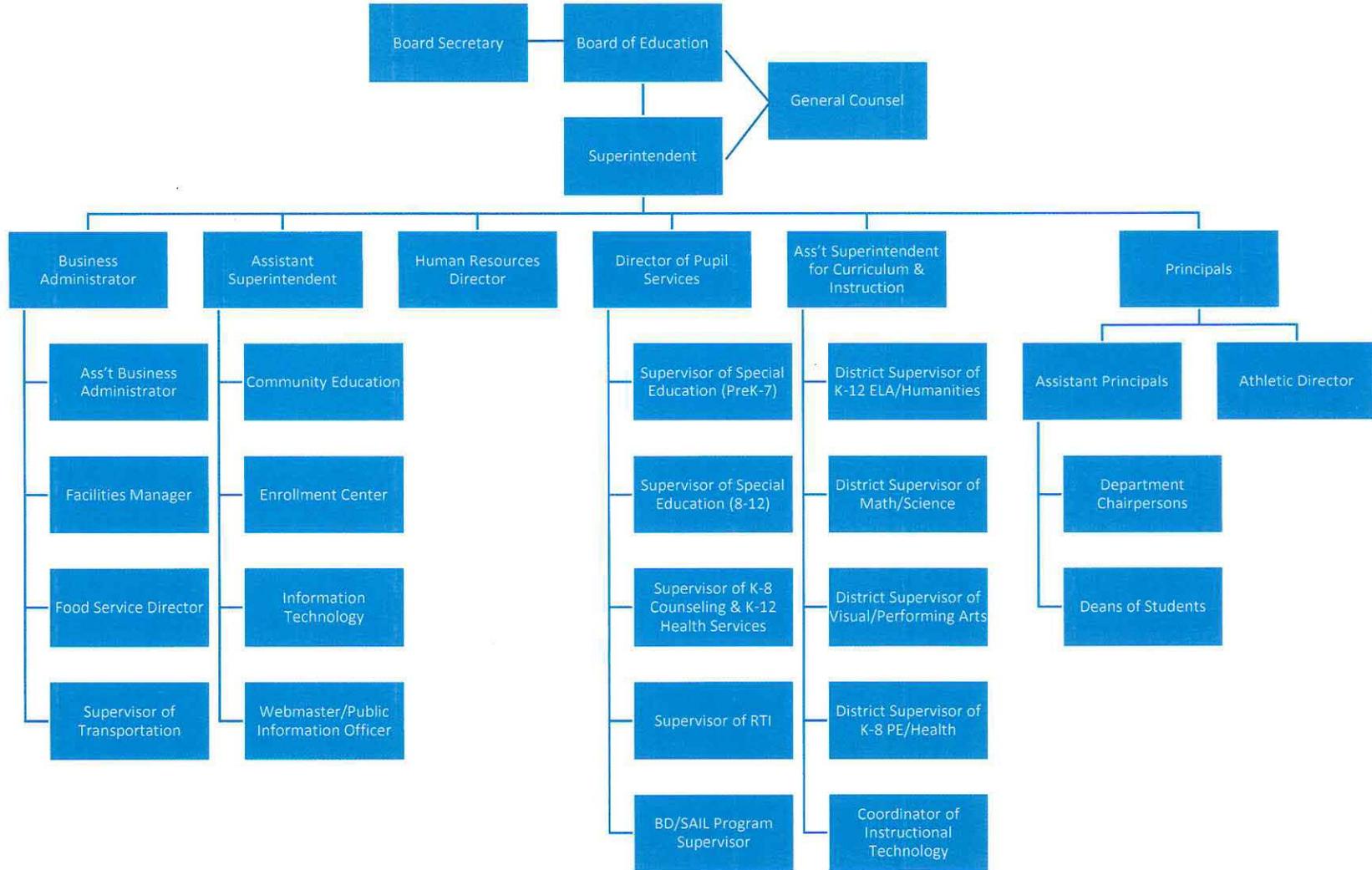


Teresa Rafferty, Superintendent



David Oliveira, Business Administrator

Piscataway Township Schools Organization Chart June 30, 2015



Piscataway Township School District
Piscataway, New Jersey

Roster of Officials

June 30, 2015

<u>Members of the Board of Education</u>	<u>Term Expires</u>
William J. Irwin, President	2016
Alexandra Lopez, Vice President	2017
Tom Connors	2017
Ralph E. Johnson	2016
Thomas Mosier	2016
Atif Nazir	2015
Ira Stern	2015
Isaac Peng	2015
Shantell Cherry	2017

Other Officials

Teresa M. Rafferty, Superintendent of Schools

David Oliveira, Interim School Business Administrator/ Board Secretary

David Rubin, Esq., Solicitor

Piscataway Township School District
Piscataway, New Jersey

Independent Auditors and Advisors

Architects

Spiezle Group, Inc.
120 Sanhican Drive
Trenton, NJ 08618

Independent Auditors

Wiss& Company, LLP
485C Route 1 South
Suite 250
Iselin, NJ 08830

Attorney

David B. Rubin
(Staff Counsel)

Official Depository

TD Bank
2473 Plainfield Avenue
South Plainfield, NJ 07080

Financial Section

Independent Auditors' Report

Honorable President and Members
of the Board of Education
Piscataway Township School District
Piscataway, New Jersey
County of Middlesex

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Piscataway Township School District, County of Middlesex, New Jersey (the "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 accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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Bethlehem, PA 18018
484.821.5735

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

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

Opinions

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

Emphasis of Matter – Change in Accounting Principle

As discussed in Note 1.T. to the financial statements, during the fiscal year ended June 30, 2015, the District adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and Governmental Accounting Standards Board Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB Statement No. 68*, which represents a change in accounting principle. As discussed in Note 20 to the financial statements, as of July 1, 2014, the District's net position was restated to reflect the impact of the change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

The supplementary information identified above 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 the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting compliance.



David J. Gannon
Licensed Public School Accountant
No. 2305



WISS & COMPANY, LLP

December 21, 2015
Iselin, New Jersey

Required Supplementary Information – Part I
Management's Discussion and Analysis

Piscataway Township School District

Management's Discussion and Analysis Year Ended June 30, 2015 (Unaudited)

As management of the Piscataway Township School District, we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented, in conjunction with additional information that we have furnished in our letter of transmittal.

Management's Discussion and Analysis (MD&A) is Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain comparative information between the current fiscal year (2014-2015) and the prior fiscal year (2013-2014) is presented in the MD&A.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This document also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the assets, deferred outflows of resources, deferred inflows of resources and liabilities of the District, with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

The government-wide financial statements can be found on pages 26 - 27 of this report.

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating government's near-term financing requirements.

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

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the general fund, special revenue fund, capital projects fund and debt service fund, all of which are considered to be major funds.

The District adopts an annual appropriated budget for its general fund, special revenue fund and debt service fund. Budgetary comparison statements have been provided as required supplementary information for the general fund, special revenue fund and debt service fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 28 - 30 of this report.

Proprietary funds. The District maintains two proprietary fund types. Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses enterprise funds to account for the operations of its food service and adult and child care programs, both of which are considered major funds of the District. Internal service funds are funds used to accumulate and allocate costs internally among the District's various functions or for providing a service to other entities on a break-even basis. The District uses two internal service funds to account for services provided to all the other funds. The District operates an internal service fund for its self-insurance activities as well as a separate internal

service fund for transportation, which accounts for all the jointure transportation contracts for the District. Both internal service funds are considered to be major funds of the District. The internal service funds have been included within governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 31 - 33 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The District uses agency funds to account for resources held for student activities and groups, and payroll related liabilities. The District also has an unemployment compensation fund and a private-purpose scholarship fund. The basic fiduciary fund financial statements can be found on pages 34 - 35 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 36 - 74 of this report.

Other information. The combining statements referred to earlier in connection with governmental funds are presented immediately following the notes to the basic financial statements. Combining and individual fund statements and schedules can be found on pages 78 - 122 of this report.

Financial Highlights

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The following table provides a summary of net position relating to the District's governmental and business-type activities at June 30, 2015 and 2014:

Piscataway Board of Education Piscataway, New Jersey

Net Position

	June 30, 2015			June 30, 2014		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 25,929,512	\$ 5,432,933	\$ 31,362,445	\$ 24,128,537	\$ 4,259,816	\$ 28,388,353
Capital assets, net	71,767,595	349,293	72,116,888	71,660,110	197,740	71,857,850
Total assets	<u>97,697,107</u>	<u>5,782,226</u>	<u>103,479,333</u>	<u>95,788,647</u>	<u>4,457,556</u>	<u>100,246,203</u>
Deferred Outflow Of Resources	<u>4,756,029</u>		<u>4,756,029</u>	<u>1,670,457</u>		<u>1,670,457</u>
Current liabilities	13,565,788	1,594,561	15,160,349	11,547,401	1,136,007	12,683,408
Net pension liability	32,105,624		32,105,624			
Long-term liabilities						
outstanding	27,404,770		27,404,770	32,177,557		32,177,557
Total liabilities	<u>73,076,182</u>	<u>1,594,561</u>	<u>74,670,743</u>	<u>43,724,958</u>	<u>1,136,007</u>	<u>44,860,965</u>
Deferred Inflow Of Resources	<u>1,913,321</u>		<u>1,913,321</u>			
Net position:						
Net investment in capital						
assets	43,578,893	349,293	43,928,186	39,279,317	197,740	39,477,057
Restricted	13,624,731		13,624,731	11,829,782		11,829,782
Unrestricted	(29,739,991)	3,838,372	(25,901,619)	2,625,047	3,123,809	5,748,856
Total net position	<u>\$ 27,463,633</u>	<u>\$ 4,187,665</u>	<u>\$ 31,651,298</u>	<u>\$ 53,734,146</u>	<u>\$ 3,321,549</u>	<u>\$ 57,055,695</u>

Key financial highlighted for the 2014-2015 fiscal year include the following:

- Net position decreased \$25,404,397 due to the implementation of Governmental Accounting Standards Board Statement No. 68
- Consistent with the prior year, the State withheld the school district's fiscal 2014-2015 last two state aid payments until July 2015.

The District implemented Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and Governmental Accounting Standards Board Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB Statement No. 68*. The implementation of these GASB Statements resulted in, for the first time, the recording of the District's proportionate share of its net pension liability in the State's Public Employer's Retirement System, which is a multiple employer's cost sharing plan. The net pension liability associated with the District's governmental activities amounted to \$32,105,624. The implementation of these standards also resulted in increases in deferred outflows of resources and the establishment of a deferred inflow of resources related to pensions.

The largest portion of the District's net position reflects its investment in capital assets (e.g., land, construction in progress, building and equipment) net of related debt. The balance of invested in capital assets, net of related debt is the carrying value of capital assets less the amount of the outstanding debt used to finance those assets.

An additional portion of the District's net position (restricted) represents resources that are subject to external restrictions on how they may be used, including funds reserved for future debt service, emergency reserve, capital reserve, self-insurance claims, and capital projects. Restricted net position increased by \$1,794,949 during the year ended June 30, 2015 as a result of the District generating excess surplus during the 2015 fiscal year and depositing \$3,000,000 into the capital reserve fund.

The remaining deficit balance of unrestricted net position reflects long-term obligations, such as compensated absences and the net pension liability, not invested in capital assets. The deficit (negative) amount is mainly the result of liabilities for compensated absences and the net pension liability without an offsetting asset. Unrestricted net position decreased mainly due the restatement of the prior year net position in the amount of \$31,810,285 to record the net pension liability in conjunction with the adoption of GASB Statements 68 and 71.

District activities. The key elements of the District's changes in net position for the years ended June 30, 2015 and 2014 are as follows:

Piscataway Board of Education
Piscataway, New Jersey
Changes in Net Position

Year ended June 30,

	2015			2014		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
Revenues:						
Program revenues:						
Charges for services	\$643,757	\$6,592,568	\$7,236,325	\$768,339	\$6,399,471	\$7,167,810
Operating grants and contributions	3,764,771	1,340,201	5,104,972	3,708,584	1,302,461	5,011,045
Capital grants and contributions	986,815		986,815			
General revenues:						
Property taxes	87,332,244		87,332,244	85,117,325		85,117,325
State and federal aid not restricted to specific purposes	37,613,620		37,613,620	25,641,495		25,641,495
Investment income						
Miscellaneous	931,991	472,055	1,404,046	89,711	533,402	623,113
Total revenues	131,273,198	8,404,824	139,678,022	115,325,454	8,235,334	123,560,788
Expenses:						
Instructional services	77,321,991		77,321,991	68,779,098		68,779,098
Support services	47,263,550		47,263,550	41,653,834		41,653,834
Charter Schools	197,860		197,860	260,360		260,360
Interest on long term debt	950,025		950,025	1,245,698		1,245,698
Business type activities		7,538,708	7,538,708		7,010,908	7,010,908
Total expenses	125,733,426	7,538,708	133,272,134	111,938,990	7,010,908	118,949,898
Change in net position	5,539,772	866,116	6,405,888	3,386,464	1,224,426	4,610,890
Net position – beginning	53,734,146	3,321,549	57,055,695	50,347,682	2,097,123	52,444,805
Restatement	(31,810,285)		(31,810,285)			
Net position - beginning (as restated)	21,923,861	3,321,549	25,245,410	50,347,682	2,097,123	52,444,805
Net position – end of year	\$27,463,633	\$4,187,665	\$31,651,298	\$53,734,146	\$3,321,549	\$57,055,695

Operating and capital grants and contributions increased as a result of the District obtaining capital related grants from the New Jersey Schools Development Authority. During the 2015 fiscal year, the District recognized revenue of \$986,815 related to those grants.

Property tax revenue increased \$2,214,919 as a result of continued flat funding of unrestricted aid from the State.

Included in the State Aid number is the TPAF, Pension and Social Security Employer Share. The increase from 2013/14 to 2014/15 can be attributed to the implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and Governmental Accounting Standards Board Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB Statement No. 68*. Under the new GASB Statements, the District records the on-behalf pension expense and revenue for contributions incurred by the State as calculated by an actuary. The increase in state aid was \$11,972,125, of which \$12,074,130 (offset by other decreases in unrestricted state aid) was directly related to on-behalf payments made by the State for pension, retiree medical expenses and employer share of social security.

The increase in business type revenues as well as the increase in the related expenses is mainly attributable to an expansion of the adult and community education programs.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The District's fund balance amounts are classified as either restricted, committed, assigned or unassigned.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The following schedule presents a summary of the General Fund, Special Revenue Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2015, and the increases in relation to the prior year:

Revenue	Amount	Percent of Total	Increase (Decrease) from 2014	Percent of Increase (Decrease)
Local sources	\$ 88,457,669	74.6%	\$2,358,036	2.7%
State sources	27,319,913	23.0	986,732	3.7
Federal sources	2,873,396	2.4	(19,118)	(0.7)
Total	\$ 118,650,978	100.0%	\$ 3,325,650	2.9%

The increase in local sources is due to an increase in the tax levy. The increase in state sources is largely a result of the State of New Jersey increasing the amount paid by the State on behalf of the District for TPAF Pension Contributions by \$988,000.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2015 and the increases and (decreases) in relation to the prior year:

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2014	Percent of Increase (Decrease)
Current expenditures:				
Instruction	\$ 48,416,513	41.6%	\$ 596,317	1.2%
Undistributed expenditures	64,132,932	55.2	2,975,599	4.9
Charter Schools	197,860	0.2	(62,500)	(24.0)
Debt service:				
Principal	2,540,000	2.2	160,000	6.7
Interest	1,001,625	0.8	(87,188)	(8.0)
Total	\$ 116,288,930	100.0%	\$ 3,582,228	3.2%

The increase in instruction and undistributed expenditures is mainly the result of an increase in salaries and wages, the cost of benefits as well as an increase in on-behalf TPAF social security and pension contributions, which is also offset by a correlating revenue source. The net increase in debt service expenditures is due to an increase in principal bond payments

General Fund

Fund balance in the General Fund increased by \$4,201,442 due to an increase in the tax levy as well as a transfer from the capital projects fund back into the capital reserve fund for completed projects and projects that came in under budget. Of the \$14,541,189 fund balance in the General Fund, \$2,933,605 is restricted for current year excess surplus, \$3,608,029 is restricted for the prior year excess surplus, \$6,354,308 is restricted in the capital reserve account, \$174,372 is restricted in the emergency reserve account, \$51,997 is assigned by the board of education for subsequent years' expenditures - ARRA, \$788,476 of encumbrances is assigned to other purposes, and \$630,402 is unassigned.

Special Revenue Fund

Expenditures in the Special Revenue Fund decreased as a result of a decrease in funding for the Teaching American History program. The District has an undesignated deficit fund balance of \$44,220 in the Special Revenue Fund as of June 30, 2015 as a result of the State deferring the payment of the final two state aid payments until July 2015.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e. if one government recognizes an asset, the other government recognizes a liability.

Capital Projects Fund

The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The fund balance in the Capital Projects Fund of \$554,417 is the result of the unspent proceeds from transfers from capital reserve and state grant money that is being used for ongoing capital projects throughout the District.

Internal Service Funds

The District operates a self-insurance program for workers compensation, health, prescription and dental benefits. The Internal Service Fund net position increased by \$40,723 due to a decrease in the District's incurred but not reported ("IBNR") reserve for medical insurance claims based on an actuarial assessment.

Business Type Activities. The focus of the District's business type activities is to provide information on near-term inflows, outflows, and balances of spendable resources related to the operations of its food service and adult and child care programs.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The following schedule presents a summary of the Enterprise funds revenues for the fiscal year ended June 30, 2015, and the increases and (decreases) in relation to the prior year:

Revenue	Amount	Percent of Total	Increase (Decrease) from 2014	Percent of Increase (Decrease)
Local sources	\$7,064,623	84.1%	\$ 131,750	1.9%
State sources	28,412	0.3	(2,139)	(7.0)
Federal sources	1,311,789	15.6	39,879	3.1
Total	\$8,404,824	100.00%	\$169,490	2.1%

The increase in local sources is mainly attributable to an increase in the participation in the adult and community education programs.

The following schedule presents a summary of the Enterprise fund operating expenses for the fiscal year ended June 30, 2015, and the increases and (decreases) in relation to the prior year:

Expenses	Amount	Percent of Total	(Decrease) Increase from 2014	(Decrease) Increase
Salaries	\$ 4,075,570	54.10%	\$ 396,616	10.8%
Employee benefits	680,206	9.0	(12,256)	(1.8)
Other purchased services	703,277	9.3	26,656	3.9
Supplies and materials	398,142	5.3	117,548	41.9
Costs of sales	1,275,964	16.9	(32,336)	(2.5)
Other	405,549	5.4	31,572	8.4
Total	\$ 7,538,708	100.0%	\$ 527,800	7.5%

The increase in salaries is mainly attributable to the increased program offerings and client participation in the District's community education and outreach programs. The decrease in cost of sales is due to a decrease in volume of daily sales. The increase in supplies and materials is attributable to the District renting additional space for the after-care program and having to purchase additional supplies and materials for that facility.

Food Service Fund

The food service enterprise fund operated at a \$46,721 deficit this year. Total revenues from daily food sales decreased from the prior year by \$166,512 or 11.4% as a result of a decrease in volume of daily sales. Total operating expenses decreased from the prior year by \$186,793 or 5.6% due to a decrease in employee benefits (insurance) and supplies. Additionally, revenues related to special functions also decreased due to an accrual for insurance claims in the 2014 fiscal year.

The net position of the food service fund is comprised of net position - investment in capital assets of \$135,382 and unrestricted net position (deficit) of \$(52,597).

Adult and Community Education Fund

The adult and community education fund realized operating revenue of \$5,314,259 for the year ended June 30, 2015. Current year tuition revenues increased from the prior year by \$359,609 or 7.3% as a result of increased participation in our summer camp program along with increased participation in our preschool program, while operating expenses increased from the prior year by \$714,593 or 19.4% as a result of increased staffing (salaries and ancillary benefits) related to the expanded programs. As a result, the fund generated net operating income of \$912,837.

The net position of the adult and community education fund is comprised of net position-net investment in capital assets of \$213,911 and unrestricted net position of \$3,890,969. The unrestricted net position is the result of the District running a successful adult and community education program.

Capital Assets and Debt Administration

Capital Assets. At June 30, 2015, the District's governmental activities had capital assets of \$71,767,595 (net of accumulated depreciation), including land, construction in progress, school buildings, machinery, equipment and vehicles.

The District's governmental funds' capital assets, net of depreciation consisted of the following at June 30, 2015 and 2014:

	June 30	
	2015	2014
Land	\$ 1,542,967	\$ 1,542,967
Construction in progress	1,471,014	
Buildings and building improvements, net	67,342,500	68,915,020
Machinery, equipment and vehicles, net	1,411,114	1,202,123
Total capital assets, net	<u>\$ 71,767,595</u>	<u>\$ 71,660,110</u>

Debt Administration. During the 2015 fiscal year, the District had outstanding long-term liabilities of \$37,281,092 of which \$9,876,322 was classified as the current portion.

At June 30, 2015 and 2014, the District's long-term liabilities consisted of:

	June 30	
	2015	2014
Bonds payable	\$ 24,740,000	\$ 27,280,000
Unamortized premium on bonds	1,581,618	1,803,600
Capital leases	3,331,946	4,967,650
Compensated absences payable	1,932,438	1,996,421
Accrued liability for insurance claims	5,695,090	5,941,339
Total long-term liabilities	<u>\$ 37,281,092</u>	<u>\$ 41,989,010</u>

Long-term liabilities decreased mainly due to the principal payments made on the bonds outstanding and capital leases in addition to the annual amortization of premiums on bonds. The decrease in the District's accrued liability for insurance claims is mainly attributable to a decrease in the IBNR liability based on actuary assessment. More detailed information about the District's long-term liabilities and outstanding debt can be found in Notes 5 and 12 to the basic financial statements.

General Fund Budgetary Highlights

The District budget is prepared according to New Jersey Statutes. The most significant budgeted fund is the general fund. During the fiscal year, there were several differences between the original budget and the final amended budget as a result of transfers being applied to certain line items. These transfers were made between line items as part of the normal process as permitted by State guidelines. Readers should refer to Section C of the financial report for comparisons between actual and budgeted amounts.

Described below are explanations for variations in revenues and expenditures for those lines where the final budgeted amounts differ from the original budget by more than \$500,000 and 5%. All other fluctuations less than \$500,000 and 5% are considered immaterial.

Revenues:

- There were no significant revenue fluctuations between the original and modified budget.

Expenditures:

- The final budget for instruction – regular programs, salaries of teachers - grades 1 – 5 was less than the original budget by approximately \$927,000 or 8.1% due to staffing reallocations to better meet the District's educational needs.

- The final budget for instruction – regular programs, salaries of teachers - grades 6 – 8 was less than the original budget by approximately \$548,000 or 7.0% due to staffing reallocations to better meet the District’s educational needs.
- The final budget for instruction – regular programs, salaries of teachers - grades 9 – 12 was less than the original budget by approximately \$724,000 or 6.5% due to staffing reallocations to better meet the District’s educational needs.
- The final budget for unallocated benefits, health insurance was more than the original budget by approximately \$1,578,000 or 12.9% due to an increase in insurance costs.
- The final budget for other financing uses – transfers out was more than the original budget by \$540,768 or 100% due to the Board of Education’s decision to transfer funds to the capital projects fund during the 2015 fiscal year.

Described below are explanations for variations in realized revenues and expenditures for those lines where the final budgeted amounts differ from the actual amounts by more than \$500,000 and 5%. All other fluctuations less than \$500,000 and 5% are considered immaterial.

- On-behalf TPAF pension and reimbursed social security contributions are unbudgeted revenue sources. Consequently, actual revenues as well as the related expenditures exceeded the final budgeted amount by 100.0%.
- The final budget for undistributed expenditures, instruction, tuition to private schools for the handicapped – within the state exceeded the actual expenditures by approximately \$652,000 or 36.7% as a result of more students being serviced within the District during the 2015 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the Piscataway School District’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the School Business Administrator, 1515 Stelton Road, Piscataway, New Jersey 08855.

Basic Financial Statements

Government-wide Financial Statements

The government-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2015.

Piscataway Township 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	\$ 14,903,411	\$ 5,147,035	\$ 20,050,446
Accounts receivable	3,770,062	396,643	4,166,705
Internal balances	130,764	(130,764)	-
Inventories		5,019	5,019
Investments	596,595		596,595
Other assets		15,000	15,000
Restricted:			
Cash and cash equivalents	6,528,680		6,528,680
Capital assets, non-depreciable	3,013,981		3,013,981
Capital assets, depreciable, net	68,753,614	349,293	69,102,907
Total assets	<u>97,697,107</u>	<u>5,782,226</u>	<u>103,479,333</u>
Deferred Outflows Of Resources			
Deferred loss on advanced refunding	1,464,862		1,464,862
Pension deferrals	3,291,167		3,291,167
	<u>4,756,029</u>		<u>4,756,029</u>
Liabilities			
Accounts payable	3,070,438	437,093	3,507,531
Accrued interest payable	368,124		368,124
Intergovernmental payables - State	17,344		17,344
Unearned revenue	233,560	1,157,468	1,391,028
Net pension liability	32,105,624		32,105,624
Current portion of long-term obligations	9,876,322		9,876,322
Noncurrent portion of long-term obligations	27,404,770		27,404,770
Total liabilities	<u>73,076,182</u>	<u>1,594,561</u>	<u>74,670,743</u>
Deferred Inflow Of Resources			
Pension deferrals	<u>1,913,321</u>		<u>1,913,321</u>
Net Position			
Net investment in capital assets	43,578,893	349,293	43,928,186
Restricted for:			
Capital projects	554,417		554,417
Excess surplus	6,541,634		6,541,634
Capital reserve	6,354,308		6,354,308
Emergency reserve	174,372		174,372
Unrestricted (deficit)	(29,739,991)	3,838,372	(25,901,619)
Total net position	<u>\$ 27,463,633</u>	<u>\$ 4,187,665</u>	<u>\$ 31,651,298</u>

See accompanying notes to the basic financial statements.

Piscataway Township School District

Statement of Activities

Year ended June 30, 2015

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Governmental activities						
Instruction	\$ 77,321,991	\$ 213,203	\$ 2,233,166		\$ (74,875,622)	\$ (74,875,622)
Support services:						
Attendance/social work	413,128				(413,128)	(413,128)
Health services	1,364,664				(1,364,664)	(1,364,664)
Other support services	12,502,593		1,490,204		(11,012,389)	(11,012,389)
Improvement of instruction	2,859,447				(2,859,447)	(2,859,447)
Other support: instructional staff	40,621				(40,621)	(40,621)
School library	847,588				(847,588)	(847,588)
General administration	2,128,147				(2,128,147)	(2,128,147)
School administration	5,132,407				(5,132,407)	(5,132,407)
Central services	1,638,412				(1,638,412)	(1,638,412)
Administrative information technology	1,476,401				(1,476,401)	(1,476,401)
Plant operation and maintenance	12,457,927		41,401	\$ 986,815	(11,429,711)	(11,429,711)
Student transportation	6,402,215	430,554			(5,971,661)	(5,971,661)
Charter schools	197,860				(197,860)	(197,860)
Interest on long-term debt	950,025				(950,025)	(950,025)
Total governmental activities	<u>125,733,426</u>	<u>643,757</u>	<u>3,764,771</u>	<u>986,815</u>	<u>(120,338,083)</u>	<u>(120,338,083)</u>
Business-type activities						
Food Service	3,137,286	1,293,675	1,340,201		\$ (503,410)	(503,410)
Adult and Community Education	4,401,422	5,298,893			897,471	897,471
Total business-type activities	<u>7,538,708</u>	<u>6,592,568</u>	<u>1,340,201</u>	<u>-</u>	<u>394,061</u>	<u>394,061</u>
Total primary government	<u>\$ 133,272,134</u>	<u>\$ 7,236,325</u>	<u>\$ 5,104,972</u>	<u>\$ 986,815</u>	<u>(120,338,083)</u>	<u>(119,944,022)</u>
General revenues:						
Taxes:						
Property taxes, levied for general purposes					83,790,619	83,790,619
Property taxes, levied for debt service					3,541,625	3,541,625
State and federal sources—unrestricted					37,613,620	37,613,620
Miscellaneous					931,991	472,055
Total general revenues					<u>125,877,855</u>	<u>472,055</u>
Change in net position					5,539,772	866,116
Net Position—beginning (as restated)					21,923,861	3,321,549
Net Position—ending					<u>\$ 27,463,633</u>	<u>\$ 4,187,665</u>
						<u>\$ 31,651,298</u>

See accompanying notes to the basic financial statements.

Fund Financial Statements

Governmental Funds

Piscataway Township School District
Governmental Funds

Balance Sheet

June 30, 2015

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
Assets					
Cash and cash equivalents	\$ 5,671,973		\$ 823,136	\$ 33,120	\$ 6,528,229
Accounts receivable:					
State	1,189,149		1,847,742		3,036,891
Federal	59,040	\$ 502,541			561,581
Other	140,209	6,218			146,427
Interfund	2,153,795				2,153,795
Restricted assets:					
Cash and cash equivalents	6,528,680				6,528,680
Total assets	\$ 15,742,846	\$ 508,759	\$ 2,670,878	\$ 33,120	\$ 18,955,603
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 1,010,787	\$ 309,308	\$ 277,067		\$ 1,597,162
Intergovernmental payables:					
State		17,344			17,344
Interfunds payable		183,637	1,839,394		2,023,031
Unearned revenue	190,870	42,690			233,560
Total liabilities	1,201,657	552,979	2,116,461		3,871,097
Fund balances:					
Restricted for:					
Excess surplus-current year	2,933,605				2,933,605
Excess surplus-prior year	3,608,029				3,608,029
Capital reserve account	6,354,308				6,354,308
Emergency reserve account	174,372				174,372
Capital projects			554,417		554,417
Debt service				\$ 33,120	33,120
Assigned to:					
Other purposes	788,476				788,476
Designated for subsequent year's expenditures - ARRA SEMI	51,997				51,997
Unassigned (deficit)	630,402	(44,220)			586,182
Total fund balances	14,541,189	(44,220)	554,417	33,120	15,084,506
Total liabilities and fund balances	\$ 15,742,846	\$ 508,759	\$ 2,670,878	\$ 33,120	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$126,039,138, and the accumulated depreciation is \$54,271,543. 71,767,595

Solar renewable energy certificates were not available in the current period and therefore were not reported as assets in the funds. 596,595

Internal service funds are used by the District to charge the costs of the District's self-insurance fund to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities. 2,700,255

Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds. (368,124)

Accounting loss on advanced refunding of debt 1,464,862

Long-term liabilities, including bonds payable, capital leases and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds. (31,586,002)

Deferred pension costs in governmental activities are not financial resources and are therefore not reported in the funds. 1,377,846

Accrued pension contributions for the June 30, 2015 plan year end are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in the accounts payable in the government-wide statement of net position. (1,468,276)

Net pension liability is not due and payable in the current period and therefore is not reported as a liability in the funds. (32,105,624)

Net position of governmental activities \$ 27,463,633

See accompanying notes to the basic financial statements.

Piscataway Township School District
Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2015

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
Revenues					
Local sources:					
Local tax levy	\$ 83,790,619			\$ 3,541,625	\$ 87,332,244
Tuition	213,203				213,203
Transportation	430,554				430,554
Miscellaneous	335,391	\$ 146,277	\$ 5		481,673
Total local sources	84,769,767	146,277	5	3,541,625	88,457,674
State sources	26,373,548	946,365	986,815		28,306,728
Federal sources	201,267	2,672,129			2,873,396
Total revenues	111,344,582	3,764,771	986,820	3,541,625	119,637,798
Expenditures					
Current:					
Instruction	46,183,347	2,233,166			48,416,513
Undistributed-current:					
Instruction	1,155,472				1,155,472
Attendance/social work	251,914				251,914
Health services	855,552				855,552
Other support services	6,843,208	1,490,204			8,333,412
Improvement of instruction	1,850,147				1,850,147
Education media library	527,027				527,027
Other support: instructional staff	39,121				39,121
General administration	1,729,765				1,729,765
School administration	3,154,443				3,154,443
Central services	1,088,981				1,088,981
Administrative information technology	999,244				999,244
Required maintenance of plant services	1,448,229	26,789			1,475,018
Operation of plant	10,418,892				10,418,892
Student transportation	5,542,190				5,542,190
Unallocated benefits	17,038,018				17,038,018
On-behalf TPAF social security and pension contributions	9,659,124				9,659,124
Charter schools - current	197,860				197,860
Capital outlay		14,612	2,459,417		2,474,029
Debt Service:					
Principal				2,540,000	2,540,000
Interest				1,001,625	1,001,625
Total expenditures	108,982,534	3,764,771	2,459,417	3,541,625	118,748,347
Excess (deficiency) of revenues over (under) expenditures	2,362,048	-	(1,472,597)	-	889,451
Other financing sources (uses)					
Transfers in	2,380,162		540,768		2,920,930
Transfers out	(540,768)		(2,380,162)		(2,920,930)
Total other financing sources (uses)	1,839,394	-	(1,839,394)	-	-
Net change in fund balances	4,201,442	-	(3,311,991)	-	889,451
Fund balances (deficit), July 1	10,339,747	(44,220)	3,866,408	33,120	14,195,055
Fund balances (deficit), June 30	\$ 14,541,189	\$ (44,220)	\$ 554,417	\$ 33,120	\$ 15,084,506

The reconciliation of the fund balances of governmental funds to the net assets of governmental activities in the statement of net position is presented in an accompanying schedule (B-3).

Piscataway Township School District
Governmental Funds

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances to the Statement of Activities

Year ended June 30, 2015

Total net change in fund balances - governmental funds (from B-2)		\$ 889,451
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
	Depreciation expense	\$ (3,013,992)
	Capital outlays	<u>3,121,477</u>
		107,485
The repayment of the principal of long-term debt, including capital lease obligations, consumes the current financial resources of governmental funds. This transaction, however, has no effect on net assets.		
		4,175,704
Governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences.		
	Amortization of Premium on Bonds	221,982
	Amortization of Deferred Accounting Loss	<u>(205,595)</u>
		16,387
In the statement of activities, interest on long-term debt/capital leases is accrued, regardless of when due. In the governmental funds, interest is reported when due.		
		35,213
The Internal Service Fund is used by the District to charge the costs of self insurance to other funds. The activity of this fund is included in the Statement of Activities.		
		40,723
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).		
		63,983
In the statement of net position and statement of activities, the investment value of solar renewable energy certificates are presented at market value, and not portrayed in the governmental funds. This amount reflects the change in value at June 30, 2015.		
		596,595
Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds		
	Pension expense	<u>(385,769)</u>
Change in net position of governmental activities (A-2)		<u>\$ 5,539,772</u>

See accompanying notes to the basic financial statements.

Proprietary Funds

Piscataway Township School District
Proprietary Funds

Statement of Net Position

June 30, 2015

	Major Funds			Internal Service Fund Self Insurance Fund
	Business Type Activities - Enterprise Funds			
	Food Service	Adult and Community Education	Totals	
Assets				
Current assets:				
Cash and cash equivalents	\$ 178,575	\$ 4,968,460	\$ 5,147,035	\$ 8,375,182
Accounts receivable:				
State	2,781		2,781	
Federal	81,556		81,556	
Other	111,446	200,860	312,306	25,163
Interfund	4,521		4,521	
Other assets		15,000	15,000	
Inventories	5,019		5,019	
Total current assets	383,898	5,184,320	5,568,218	8,400,345
Capital assets:				
Equipment	981,593	660,786	1,642,379	
Accumulated depreciation	(846,211)	(446,875)	(1,293,086)	
Total capital assets, net	135,382	213,911	349,293	
Total assets	519,280	5,398,231	5,917,511	8,400,345
Liabilities				
Current liabilities:				
Accounts payable	431,476	5,617	437,093	5,000
Interfund payable		135,285	135,285	
Accrued liability for insurance claims				5,695,090
Unearned revenue	5,019	1,152,449	1,157,468	
Total current liabilities	436,495	1,293,351	1,729,846	5,700,090
Net Position				
Net investment in capital assets	135,382	213,911	349,293	
Unrestricted (deficit)	(52,597)	3,890,969	3,838,372	2,700,255
Total net position	\$ 82,785	\$ 4,104,880	\$ 4,187,665	\$ 2,700,255

See accompanying notes to the basic financial statements.

Piscataway Township School District
Proprietary Funds

Statement of Revenues, Expenses and
Changes in Fund Net Position

Year ended June 30, 2015

	Major Funds			Internal Service Fund Self Insurance Fund
	Business Type Activities - Enterprise Funds		Totals	
	Food Service	Adult and Community Education		
Operating revenues:				
Local sources:				
Daily food sales	\$ 1,293,675		\$ 1,293,675	
Tuition		\$ 5,298,893	5,298,893	
Charges for services				\$ 17,451,155
Miscellaneous	456,689	15,366	472,055	
Total operating revenues	<u>1,750,364</u>	<u>5,314,259</u>	<u>7,064,623</u>	<u>17,451,155</u>
Operating expenses:				
Salaries	1,117,028	2,958,542	4,075,570	
Employee benefits	222,292	457,914	680,206	17,410,432
Purchased property services	61,253	284,337	345,590	
Other purchased services	24,737	332,950	357,687	
Supplies and materials	113,759	284,383	398,142	
Cost of sales	1,275,964		1,275,964	
Management Fee	289,015		289,015	
Depreciation	28,070	26,252	54,322	
Miscellaneous	5,168	57,044	62,212	
Total operating expenses	<u>3,137,286</u>	<u>4,401,422</u>	<u>7,538,708</u>	<u>17,410,432</u>
Operating (loss) income	(1,386,922)	912,837	(474,085)	40,723
Nonoperating revenues:				
State sources:				
State school lunch program	28,412		28,412	
Federal sources:				
School breakfast program	168,046		168,046	
National school lunch program	965,538		965,538	
Food donation program	178,205		178,205	
Total nonoperating revenues	<u>1,340,201</u>	<u>-</u>	<u>1,340,201</u>	<u>-</u>
Change in net position	(46,721)	912,837	866,116	40,723
Total net position-beginning	<u>129,506</u>	<u>3,192,043</u>	<u>3,321,549</u>	<u>2,659,532</u>
Total net position-ending	<u>\$ 82,785</u>	<u>\$ 4,104,880</u>	<u>\$ 4,187,665</u>	<u>\$ 2,700,255</u>

See accompanying notes to the basic financial statements.

Piscataway Township School District
Proprietary Funds

Statement of Cash Flows

Year ended June 30, 2015

	Major Funds			
	Business Type Activities - Enterprise Funds			Internal Service Fund
	Food Service	Adult and Community Education	Totals	Self Insurance Fund
Cash flows from operating activities				
Receipts from customers	\$ 1,905,069	\$ 5,392,147	\$ 7,297,216	
Payments to employees	(1,117,028)	(2,958,542)	(4,075,570)	
Payments for employee benefits	(222,292)	(457,914)	(680,206)	
Payments to suppliers	(1,859,428)	(954,586)	(2,814,014)	
Receipts from services provided				\$ 18,162,552
Payments for insurance				(17,651,681)
Net cash (used in) provided by operating activities	(1,293,679)	1,021,105	(272,574)	510,871
Cash flows from noncapital financing activities				
Transfers to other funds		(501,295)	(501,295)	
Cash received from state and federal reimbursements	1,486,202		1,486,202	
Net cash provided by (used in) noncapital financing activities	1,486,202	(501,295)	984,907	-
Cash flows from investing activities				
Acquisition of capital assets	(13,948)	(191,927)	(205,875)	
Net cash used in investing activities	(13,948)	(191,927)	(205,875)	-
Net increase in cash and cash equivalents	178,575	327,883	506,458	510,871
Cash and cash equivalents, beginning of year	-	4,640,577	4,640,577	7,864,311
Cash and cash equivalents, end of year	\$ 178,575	\$ 4,968,460	\$ 5,147,035	\$ 8,375,182
Reconciliation of operating (loss) income to net cash (used in) provided by operating activities:				
Operating (loss) income	\$ (1,386,922)	\$ 912,837	\$ (474,085)	\$ 40,723
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:				
Depreciation	28,070	26,252	54,322	
Change in assets and liabilities:				
Decrease (increase) in accounts receivable	144,399	(104,649)	39,750	(25,163)
Decrease in interfund receivable	12,046		12,046	736,560
Increase in inventory	(1,740)		(1,740)	
Increase in accounts payable	270,149	4,128	274,277	5,000
Decrease in interfund payable	(359,681)		(359,681)	
Increase in unearned revenue		182,537	182,537	
(Decrease) in accrued liability for insurance claims				(246,249)
Net cash (used in) provided by operating activities	\$ (1,293,679)	\$ 1,021,105	\$ (272,574)	\$ 510,871

Noncash noncapital financing activities:

The District received \$179,945 of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2015.

See accompanying notes to the basic financial statements.

Fiduciary Funds

Piscataway Township School District
Fiduciary Funds

Statement of Fiduciary Net Position

June 30, 2015

	<u>Private-Purpose Scholarship Funds</u>	<u>Unemployment Compensation Trust</u>	<u>Agency Funds</u>
Assets			
Cash and cash equivalents	\$ 19,334	\$ 1,748,010	\$ 465,185
Total assets	<u>19,334</u>	<u>1,748,010</u>	<u>\$ 465,185</u>
Liabilities			
Payroll deductions payable			\$ 28,317
Accounts payable			51,360
Due to student groups			385,508
Total liabilities			<u>\$ 465,185</u>
Net position			
Held in trust for unemployment claims		<u>\$ 1,748,010</u>	
Held in trust for scholarships	<u>\$ 19,334</u>		

See accompanying notes to the basic financial statements.

Piscataway Township School District
Fiduciary Funds

Statement of Changes in Fiduciary Net Position

Year ended June 30, 2015

	Private-Purpose Scholarship Funds	Unemployment Compensation Trust
Additions		
Contributions:		
Employee		\$ 141,633
Other	\$ 509	
Interest income	7	
Total additions	<u>516</u>	<u>141,633</u>
Deductions		
Unemployment claims paid		185,404
Scholarship payments	5,300	
Total deductions	<u>5,300</u>	<u>185,404</u>
Change in net position	(4,784)	(43,771)
Net position-beginning of the year	24,118	1,791,781
Net position-end of the year	<u>\$ 19,334</u>	<u>\$ 1,748,010</u>

See accompanying notes to the basic financial statements.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies

The financial statements of the Piscataway Township School District (the “District”) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District’s accounting policies are described below.

A. Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The District, as the primary government for financial reporting entity purposes, has oversight responsibility and control over all activities related to the Piscataway Township School District in Piscataway Township, New Jersey. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District has no component units that are required to be included within the reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The New Jersey Department of Education (NJDOE) has elected to require New Jersey school districts to treat each governmental and proprietary fund as a major fund and each major individual fund is reported as separate columns in the fund financial statements. The NJDOE believes the presentation of all funds as major is important for public interest and to promote consistency among New Jersey School District financial reporting.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

of the current period. For this purpose, the District considers all revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, postemployment healthcare benefits and capital leases are recorded only when payment is due.

Property taxes, interest, and state and federal equalization monies associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when the District receives cash.

The District has reported the following major governmental funds:

General Fund: The general fund is the general operating fund of the District and 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 non-instructional equipment, which are classified in the capital outlay subfund.

Special Revenue Fund: The District maintains one special revenue fund, which includes the proceeds of specific revenue sources (other than major capital projects) that are legally restricted or committed to expenditures for specified purposes. The revenue sources reported in the Special Revenue Fund include resources from the United States government, the State of New Jersey and some local organizations.

Capital Projects Fund: The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to an expenditure to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Debt Service Fund: The debt service fund accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for payments made for principal and interest on long-term general obligation debt of governmental funds.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

The District reports the following major proprietary funds:

Enterprise Funds (Food Service, Adult and Community Education): The enterprise funds account for all revenues and expenses pertaining to the cafeteria and the adult school and child care program operations. The enterprise funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services on a continuing basis are financed or recovered primarily through user charges.

Internal Service Funds (Self Insurance): The self insurance internal service fund is used to account for the District's various insurance expenses and the funds reserved by the District to cover the self-insured limits of the various insurance policies of the District.

Additionally, the District reports the following fiduciary fund types:

Fiduciary Funds of the District include the unemployment compensation and private purpose scholarship trust funds and agency funds. The District's agency funds are purely custodial (assets equal liabilities) and thus do not involve measurements of results of operations. The following is a description of the fiduciary funds of the School District.

Trust Funds: The unemployment compensation fund is used to account for contributions from the District and employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims. Although there is no formal trust agreement, the State of New Jersey requires school districts to include the unemployment compensation trust as a private-purpose trust fund in the fiduciary fund. The principal and income deposited into this fund are for the sole benefit of specific individuals, former employees, and cannot be used to support the government's own programs. The management of the District is not involved in determining the amounts current employees contribute to the fund or amounts paid out by the fund. That determination is made by the State of New Jersey. Additionally, the unemployment compensation trust fund does not meet the criteria required to be included as an enterprise fund. One of the following criteria would need to be met for inclusion as an enterprise fund: the activity is financed with debt that is secured by a pledge of the revenues charged; laws or regulations require that the activity's cost be recovered with fees and charges, rather than with taxes or similar revenues; the pricing policies of the activity establish fees and charges designed to recover its costs. These criteria are not met as follows and therefore the unemployment compensation fund is recorded as a trust fund: there is no debt issued related to unemployment compensation claims; laws and regulations do not require that the activity's exceed employee contributions

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

and those employee contributions costs be recovered with fees and charges, in fact, employer contributions greatly are raised through taxation; and lastly pricing policies are not established by the District as employee contributions to the activity are regulated by the State of New Jersey and contributions are raised through payroll taxes. See footnote 11 for additional information. The private purpose scholarship fund is utilized to provide scholarships to students and to account for the related transactions.

Agency Funds (Payroll, Bond and Interest, and Student Activity Fund): The agency funds are used to account for the assets that the District holds on behalf of others as their agent. These are custodial in nature and do not involve measurement of results of operations.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements, however, interfund services provided and used are not eliminated in the process of consolidation.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

The District reports unearned revenue on its balance sheets. Unearned revenue also arises when resources are received by the District before it has legal claim to them, as when federal assistance is received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and statement of net position and revenue is recognized.

Ad Valorem (Property) Taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable."

The County Board of Taxation is responsible for the assessment of properties and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the Middlesex County office of the DOE for approval. Budgets are prepared using the modified accrual basis of accounting and the special revenue fund uses a non-GAAP budget (budgetary basis). 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 referred in N.J.A.C. 6A:23. All budget amendments must be approved by School Board resolution. Budgetary transfers were made during the current year in accordance with statutory guidelines. The amendments made by the District were part of the normal course of operations. The over-expenditure in the General Fund is due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

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 accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last two 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.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

E. Interfund Receivables/Payables

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

F. Inventories

Enterprise fund inventories are recorded at market value at the time of donation, which approximates current market value, using the first-in, first-out (FIFO) method. At June 30, 2015, the District had inventories in the Food Service Enterprise Fund of \$5,019 which represent unused Food Donation Program commodities, which are also reported as unearned revenue.

G. Tuition

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. Tuition charges for the 2014-15 fiscal year were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Capital Assets

Capital assets, which include land, construction in progress, property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost through estimation procedures performed by an independent appraisal company. Land was valued at assessed value based upon information received from the Township of Piscataway. Donated capital assets are valued at their estimated fair market value on the date of donation.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend the assets lives are not capitalized.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

Property, plant and equipment of the District is depreciated using the straight line method. The following estimated useful lives are used to compute depreciation:

	<u>Years</u>
Machinery and equipment	2-20
Buildings	40
Building improvements	20
Vehicles	5-10

I. Compensated Absences

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 employer and employee is accrued as employees earn the rights to the benefits. The District uses the “vesting method” for estimating its accrued sick and vacation leave liability.

District employees are granted vacation and sick leave in varying amounts under the District’s personnel policies and collective bargaining agreements. In the event of termination, an employee is reimbursed for accumulated vacation time. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the district is recorded in the government-wide financial statements and includes salary related payments.

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 government-wide financial statements in the amount of \$1,932,438 and no liability existed for compensated absences in the enterprise funds.

J. Unearned Revenue

Unearned revenue in the general and special revenue fund represents cash which has been received but not yet earned, and outstanding encumbrances in the special revenue fund. Unearned revenue in the other enterprise funds represents cash received in advance of the related services being provided.

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. Currently,

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

the District has two items that qualify for reporting in this category, including deferred amounts from the refunding of debt and deferred amounts related to pensions. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as either capital projects fund or debt service fund expenditures.

M. Deferred Loss on Refunding of Debt

Deferred loss on refunding arising from the issuance of the refunding bonds is recorded as a deferred outflow of resources. It is amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. As of June 30, 2015, the District has recorded an unamortized balance of \$1,464,862 as a deferred outflow of resources and amortization expense for the year was \$205,595.

N. Fund Equity

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54") established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

- 1) Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
- 2) Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- 3) Committed - includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revises or changes the specified use by taking the same action (resolution) taken to originally commit these funds.
- 4) Assigned – amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Intent is expressed by either the Board or Business Administrator, to whom the Board has delegated the authority to assign amounts to be used for specific purposes, including the encumbering of funds.
- 5) Unassigned - includes all spendable amounts not contained in the other classifications in the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In the other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

Of the \$14,541,189 of fund balance in the General Fund, \$6,354,308 has been restricted in the capital reserve account, \$174,372 has been restricted in the emergency reserve account, \$2,933,605 is restricted for excess surplus – current year, \$3,608,029 is restricted for excess surplus – prior year, \$51,997 has been assigned to designated for subsequent year expenditures – ARRA SEMI, \$788,476 of encumbrances are assigned to other purposes and \$630,402 is unassigned.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

Summary of Significant Accounting Policies (continued)

O. Net Position and Fund Balance / Restricted Assets

GASB Statement Number 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* became effective for financial statements for periods beginning after December 15, 2011 and established standards for reporting deferred outflows of resources, deferred inflows of resources and net position. The adoption of this statement resulted in a change in the presentation of the statement of net position to what is now referred to as the statement of net position and the term “net assets” is changed to “net position” throughout the financial statements. Net Position represents the difference between assets, deferred outflows, deferred inflows, and liabilities in the government-wide financial statements. Net position invested in capital assets, net of related debt 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 government-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.

P. Management Estimates

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

Q. On-Behalf Payments

Revenues and expenditures of the general fund include payments made by the State of New Jersey for social security contributions and pension contributions for certified teachers and other members of the New Jersey Teachers Pension and Annuity Fund. The amounts are not required to be included in the District’s annual budget.

R. Calculation of Excess Surplus

The designation for restricted fund balance-excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended.

New Jersey school districts are required to reserve fund balance in the general fund at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget. The District’s excess fund balance at June 30, 2015 was \$6,541,634. Of this amount, \$3,608,029 has been appropriated in the 2015-2016 budget and the remaining \$2,933,605 is required to be appropriated in the 2016-2017 budget.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

S. Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, amounts on deposit and short-term investments with original maturities of three months or less.

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB) Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools." The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments and are stated at cost. All other investments are stated at fair value.

T. GASB Pronouncements

GASBs Implemented in the 2015 Fiscal Year

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* ("GASB No. 68"). The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency in employer and governmental nonemployer contributing entity financial reports and will enhance its value for assessing accountability and interperiod equity by requiring recognition of the entire net pension liability and a more comprehensive measure of pension expense. This Statement replaces the requirement of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. This statement is effective for periods beginning after June 15, 2014.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

In November 2013, GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB Statement No. 68* (“GASB 71”). The objective of this Statement is to improve accounting and financial reporting by addressing an issue in Statement No. 68 concerning the transition provisions related to certain pension contributions made to defined benefit pension plans prior to the implementation of that Statement by employers and nonemployer contributing entities. The requirements of this Statement will eliminate the source of a potential understatement of restated beginning net position and expense in the first year of implementation of Statement No. 68. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. Statement 68 requires a state or local government employer (or nonemployer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or nonemployer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events. At transition to Statement 68, if it is not practical for an employer or nonemployer contributing entity determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or nonemployer contributing entity's beginning net position and expense in the initial period of implementation.

This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

1. Summary of Significant Accounting Policies (continued)

GASB Pronouncements to be implemented in the 2016 Fiscal Year

In February, 2015, GASB issued Statement No. 72, *Fair Value Measurement and Application* ("GASB 72"). The objective of this Statement is to provide guidance for applying fair value for certain assets and liabilities and disclosures related to all fair value measurements. The requirements of this Statement mandate the use of valuation techniques that are appropriate under the circumstances and for which sufficient data are available to measure fair value. The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. The District has not completed the process of evaluating the impact that will result from adopting GASB No. 72.

U. Subsequent Events

Management has reviewed and evaluated all events and transactions from June 30, 2015 through December 21, 2015, the date that the financial statements were issued, for possible disclosure and recognition in the accompanying financial statements, and no items have come to the attention of the District which would require disclosure or recognition.

2. Reconciliation of Government-wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds payable, capital leases and compensated absences are not due and payable in the current period and therefore are not reported in the funds. The details of this \$31,586,002 difference are as follows:

Bonds payable	\$ 24,740,000
Capital leases payable	3,331,946
Unamortized premium on bonds	1,581,618
Compensated absences	1,932,438
Net adjustment to reduce fund balance-total governmental funds to arrive at net position – governmental activities	<u>\$ 31,586,002</u>

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

3. Deposits and Investments

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.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Government Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks (both state and national banks) and savings banks, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at last 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.

Deposits

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund (NJCMF) and New Jersey Asset and Rebate Management Fund (NJARM).

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

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

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

3. Deposits and Investments (continued)

institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

The District's cash and cash equivalents are classified below to inform financial statement users about the extent to which the District's deposits and investments are exposed to custodial credit risk.

Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2015, the District's carrying amount of deposits was \$28,811,655 and the bank balance was \$31,227,443. Of the bank balance, \$500,000 was secured by federal depository insurance and \$29,565,725 was covered by the New Jersey Governmental Unit Deposit Protection Act (GUDPA). \$1,161,718 held in the District's agency accounts are not covered by GUDPA.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the District's operating cash accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the District would not be able to recover the value of its deposits and investments). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized with securities held by the financial institution's trust department or agent but not in the government's name.

The District does not have a policy for the management of custodial credit risk, other than depositing all of its funds in banks covered by GUDPA. At least five percent of the District's deposits were fully collateralized by funds held by the financial institution, but not in the name of the District. Due to the nature of GUDPA, further information is not available regarding the full amount that is collateralized.

Investments

New Jersey statutes permit the Board to purchase the following types of investments:

- a. Bonds and other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank which have a maturity date not greater than twelve months from the date of purchase.
- c. State of New Jersey Cash Management Fund (NJCMF) and New Jersey Asset and

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

3. Deposits and Investments (continued)

Rebate Management Fund (NJARM).

d. Bonds or other obligations of the School District.

Custodial Credit Risk: The District does not have a policy for custodial credit risk.

Credit Risk: The District does not have an investment policy regarding the management of credit risk. GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or investments guaranteed by the U.S. government.

Concentration of Credit Risk: The District places no limit on the amount the District may invest in any one issuer.

Interest Rate Risk: The District does not have a policy to limit interest rate risk.

As of June 30, 2015, the District's investment balances of \$596,595 were in Solar Renewable Energy Certificates.

4. Capital Assets

The following schedule is a summarization of the governmental activities changes in capital assets for the year ended June 30, 2015:

	Beginning Balance	Increases	Transfers	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,542,967			\$ 1,542,967
Construction in progress		\$ 2,459,417	\$ (988,403)	1,471,014
Total capital assets, not being depreciated	1,542,967	2,459,417	(988,403)	3,013,981
Capital assets, being depreciated:				
Buildings and building improvements	114,052,958	74,326	988,403	115,115,687
Machinery, equipment and vehicles	7,321,736	587,734		7,909,470
Total capital assets being depreciated	121,374,694	662,060	988,403	123,025,157
Less accumulated depreciation for:				
Buildings and building improvements	45,137,938	2,635,249		47,773,187
Machinery, equipment and vehicles	6,119,613	378,743		6,498,356
Total accumulated depreciation	51,257,551	3,013,992		54,271,543
Total capital assets, being depreciated, net	70,117,143	(2,351,932)	988,403	68,753,614
Governmental activities capital assets, net	<u>\$ 71,660,110</u>	<u>\$ 107,485</u>	<u>\$ -</u>	<u>\$ 71,767,595</u>

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

4. Capital Assets (continued)

Depreciation expense was charged to functions/programs of the District for the year ended June 30, 2015 as follows:

Instruction	\$ 1,758,863
Attendance/social work	8,938
Health services	30,356
Other support services	295,677
Improvement of instruction	65,645
Education media library	18,699
Other support: Instruction staff	1,388
General administration	61,374
School administration	111,923
Central Services	38,638
Administrative information technology	35,454
Plant operation and maintenance	390,395
Student transportation	196,642
Total depreciation expense – governmental activities	<u>\$ 3,013,992</u>

The following schedule is a summarization of business-type activities changes in capital assets for the year ended June 30, 2015:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Ending Balance</u>
Business-type activities			
Capital assets, being depreciated:			
Equipment	\$1,436,504	\$ 205,875	\$1,642,379
Less accumulated depreciation for:			
Equipment	1,238,764	54,322	1,293,086
Total business-type activities capital assets, net	<u>\$ 197,740</u>	<u>\$ 151,553</u>	<u>\$ 349,293</u>

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

5. Long-Term Liabilities

During the year ended June 30, 2015, the following changes occurred in governmental activities long-term liabilities:

	Beginning			Ending	Due within
	Balance	Additions	Reductions	Balance	One Year
Governmental activities:					
Compensated absences payable	\$1,996,421	\$217,759	\$281,742	\$1,932,438	\$ 164,257
Bonds payable	27,280,000		2,540,000	24,740,000	2,635,000
Unamortized premium on bonds	1,803,600		221,982	1,581,618	221,982
Capital lease payable	4,967,650		1,635,704	3,331,946	1,655,801
Accrued liability for insurance claims	5,941,339	17,172,119	17,418,368	5,695,090	5,199,282
	<u>\$41,989,010</u>	<u>\$17,389,878</u>	<u>\$22,097,796</u>	<u>\$37,281,092</u>	<u>\$9,876,322</u>

Refer to Note 12 - Risk Management for further discussion of the District's accrued liability for insurance claims.

The District expects to liquidate the compensated absences and capital leases payable with payments made from the District's general fund and the bonds payable from the debt service fund. The accrued liability for insurance claims is paid with charges to other funds' budgets from the internal service fund.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

5. Long-Term Liabilities (continued)

Capital Lease Payable

The District is leasing solar panels and roof site work equipment in an amount of \$8,185,000 under a capital lease. The equipment is being leased with an interest rate of 1.23% for a term of five years. The following is a schedule of the future minimum lease payments under this capital lease and the net present value of the net minimum lease payments at June 30, 2015:

	<u>Amount</u>
Year:	
2016	\$ 1,691,558
2017	1,691,558
Total minimum lease payments	<u>3,383,116</u>
Less amounts representing interest	<u>(51,170)</u>
Present value of net minimum lease payments	<u>\$ 3,331,946</u>

Bonds Payable

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

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

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending June 30:			
2016	\$ 2,635,000	\$ 924,000	\$ 3,559,000
2017	2,740,000	829,675	3,569,675
2018	2,875,000	717,375	3,592,375
2019	3,005,000	602,275	3,607,275
2020	3,145,000	468,300	3,613,300
2021-2023	10,340,000	572,588	10,912,588
	<u>\$ 24,740,000</u>	<u>\$ 4,114,213</u>	<u>\$ 28,854,213</u>

In August 2011, the District issued \$27,280,000 of Refunding School Bonds to provide resources to refund a portion of the District's outstanding debt. The bonds are due to mature annually through the 2023 fiscal year at annual interest rates ranging from 2.50% to 5.00%.

See page 120 for additional information regarding the District's bonds payable, including original amount of debt, interest rates and remaining maturities.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans

Description of Systems

Substantially all of the District'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 State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System is considered a cost-sharing multiple-employer plan, with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A: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 health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively, with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

Public Employee's Retirement System

The Public Employees' Retirement System 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 Board or public agency provided the employee is not a member of another State-administered

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

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

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Under the provisions of Chapter 78, P.L. 2011, employee contribution rates for TPAF and PERS increased from 5.5% to 6.5% of employees' annual compensation. An additional increase is to be phased in over the next seven years that will bring the total pension contribution rate to 7.5% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the Board is a non-contributing employer of the TPAF.

During the year ended June 30, 2015, the State of New Jersey contributed \$6,204,862 to the TPAF for normal costs of pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$3,454,262 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. These amounts have been included as both revenues and expenditures in the government-wide and fund financial statements.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

The Board's actuarially determined contributions to PERS for each of the years ended June 30, 2015, 2014 and 2013 were \$1,413,651, \$1,241,996, and \$1,313,280 respectively, equal to the required contributions for each year.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For the purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

Public Employee's Retirement System (PERS)

At June 30, 2015, the District reported a liability of \$32,105,624 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 July 1, 2013, which was rolled forward to June 30, 2014. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2014, the District's proportion was 0.1714793465 percent, which was an increase of 0.0050378076 from its proportion measured as of June 30, 2013.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

For the year ended June 30, 2015, the District recognized full accrual pension expense of \$1,799,420 in the government-wide financial statements. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 1,009,573	-
Net difference between projected and actual earnings on pension plan investments	-	\$ 1,913,321
Changes in proportion and differences between District contributions and proportionate share of contributions	813,318	-
District contributions subsequent to the measurement date	1,468,276	-
	<u>\$3,291,167</u>	<u>\$1,913,321</u>

\$1,468,276 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	\$ (143,240)
2017	(143,240)
2018	(143,240)
2019	(143,241)
2020	335,090
Thereafter	147,441
	<u>\$ (90,430)</u>

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

Actuarial Assumptions

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

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

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.

Mortality Rates

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.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

Long-Term Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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 Markets	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%
	<u>100.00%</u>	

Discount rate

The discount rate used to measure the total pension liability was 5.39% as of June 30, 2014. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 4.29% as of June 30, 2014 based on the Bond Buyer GO 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based 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.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the 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 as of June 30, 2014 calculated using the discount rate as disclosed above 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 percent) or 1-percentage-point higher (6.39 percent) than the current rate:

	At 1% Decrease (4.39%)	At Current Discount Rate (5.39%)	At 1% Increase (6.39%)
District's proportionate share of the net pension liability	\$ 40,389,968	\$ 32,105,624	\$ 25,148,883

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report for the State of New Jersey Public Employees Retirement System.

Additional Information

Collective balances at June 30, 2014 are as follows:

Collective deferred outflows of resources	\$ 1,452,705,538
Collective deferred inflows of resources	\$ 2,146,719,012
Collective net pension liability - Local Group	\$ 18,722,735,003

District's Proportion 0.1714793465%

Collective pension expense for the Local Group for the measurement period ended June 30, 2014 is \$968,532,408.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2013 (the beginning of the measurement period ended June 30, 2014) is 6.44 years.

Teachers Pensions and Annuity Fund (TPAF)

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

The State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2014 was \$249,711,421. The District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013, which was rolled forward to June 30, 2014. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2014, the State's proportionate share of the TPAF net pension liability associated with the District was 0.4672153924 percent, which was an increase of 0.0138430556 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized on-behalf pension expense and revenue in the government wide financial statements of \$13,436,819 for contributions incurred by the State.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

Actuarial assumptions

The actuarial valuation used the following actuarial assumptions, applied to all periods 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%

Mortality Rates

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

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

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on 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.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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%
Hedge Fund / Absolute Return	12.25%	3.85%
Real Estate (Property)	3.20%	4.43%
Real Estate (REITS)	0.00%	5.58%
Commodities	2.50%	3.60%
Long Credit Bonds	0.00%	3.74%
	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 4.68% as of June 30, 2014. This single blended discount rate was based on the long-term rate of return on pension plan investments of 7.90%, and a municipal bond rate of 4.29% as of June 30, 2014 based on the Bond Buyer GO 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

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. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2027. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2027, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2015 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower (3.68 percent) or 1-percentage-point higher (5.68 percent) than the current rate:

	At 1% Decrease (3.68%)	At Current Discount Rate (4.68%)	At 1% Increase (5.68%)
State's proportionate share of the net pension liability associated with the District	\$ 300,337,245	\$ 249,711,421	\$ 207,603,979

Pension plan fiduciary net position

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

Additional Information

Collective balances at June 30, 2014 are as follows:

Collective deferred outflows of resources	\$ 2,389,959,068
Collective deferred inflows of resources	\$ 1,846,540,800
Collective net pension liability - Local Group	\$ 53,813,067,539

State's proportionate share associated with the District	0.4672153924%
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Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

6. Pension Plans (continued)

Collective pension expense for the plan for the measurement period ended June 30, 2014 is \$2,906,835,786.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2013 (the beginning of the measurement period ended June 30, 2014) is 8.5 years.

7. Post-Retirement Benefits

Plan Description

The District contributes to the New Jersey School Employee Health Benefits Program (the "SEHBP"), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the State of New Jersey Division of Pension and Benefits. SEHBP provide medical, prescription drug, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents. The School Employee Health Benefits Program Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et.seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The State of New Jersey Division of Pension and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for SEHBP. That report may be obtained by writing to Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295.

Funding Policy

P.L. 1987, chapter 384 and P.L. 1990, chapter 6 required Teachers' Pension and Annuity Fund (TPAF) and Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, chapter 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired educational employees. As of June 30, 2014, there were 103,432 retirees eligible for post-retirement medical benefits, and the state contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

7. Post-Retirement Benefits (continued)

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 a board of education or county college with 25 years of service. The State paid \$165.8 million toward Chapter 126 benefits for 18,122 eligible retired members in Fiscal Year 2014.

The State will set the contribution rate based on the *annual required contribution of the employers* (ARC), an amount actuarially determined in accordance with parameters of GASB 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the SEHBP Fund for TPAF retirees' post-retirement benefits on behalf of the District for the years ended June 30, 2015, 2014 and 2013 were \$3,806,848, \$3,240,736, and \$3,312,513 respectively, which equaled the required contributions for each year. The State's contributions to the SEHBP Fund for PERS retirees' post-retirement benefits on behalf of the District was not determined or made available by the State of New Jersey.

8. Deferred Compensation

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, 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. The plan administrators are as follows:

- The Variable Annuity Life Insurance Company
- Great American Life Insurance Company Security First Group
- The Copeland Companies
- Great West Life Assurance Company
- Lincoln Investment Planning Incorporated
- The Equitable Financial Companies Vanguard Fiduciary Group
- Metropolitan Life and Affiliated Company
- American Express Financial Advisors
- Financial Resources and Retirement Advisory, Incorporated
- Fidelity Investments

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

9. Interfund Receivables and Payables

The total interfund receivables and payables for the District at June 30, 2015 are as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 2,153,795	
Special Revenue Fund		\$ 183,637
Capital Projects Fund		1,839,394
Food Service Enterprise Fund	4,521	
Adult and Community Education Enterprise Fund		135,285
	<u>\$ 2,158,316</u>	<u>\$ 2,158,316</u>

The interfund receivable in the general fund represents cash loaned to the special revenue fund to cover a pooled cash deficit, cash due back to capital reserve from capital projects fund and a receivable from the adult and community education enterprise fund for costs originally paid by the general fund. The interfund receivable in the food service enterprise fund represents a receivable from the adult and community education enterprise fund for costs originally paid by the food service enterprise fund. All interfunds are expected to be repaid within one year.

10. Economic Dependency

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

11. Contingent Liabilities

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In addition, the District is receiving funding from the New Jersey Schools Development Authority (NJSDA), in connection with its approved referendum project. The costs associated with the funding received from the NJSDA are subject to a final review of eligible costs and compliance by the New Jersey Department of Education and the NJSDA. To the extent that the District has not complied with the rules and regulations governing the NJSDA funds or has not met the final eligible costs requirements, refunds of any money received may be required.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

11. Contingent Liabilities (continued)

In the opinion of the District, there are no other significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying basic financial statements for such contingencies.

The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

12. Risk Management

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

Property and Liability Insurance

The District maintains commercial insurance coverage for property, liability, student accident and surety bonds and does not retain risk of loss. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. There have been no significant reductions in insurance coverage from the prior year and no settlements have exceeded insurance coverage over the past three years.

Self-Insurance

The District is self-insured for workers' compensation, medical, prescription and dental benefits and has established an internal service fund to account for its self insurance activities. The accrued liability for unpaid workers' compensation, medical, prescription and dental claims of \$5,695,090 has been recorded in the internal service fund financial statements for Incurred But Not Reported Claims (IBNR), which is subject to modification and/or assessment of existing or additional claims. The workers' compensation IBNR liability has been calculated by an actuary contracted by the District's claims administrator. The actuary utilized a 3% discount rate in determining the workers' compensation present value of the liability. The IBNR liability for medical, prescription and dental benefits has been calculated by the District based on actual enrollment, the statute of limitations in reporting a claim, and actual claims reported. In addition, the District has an unrestricted net position of \$2,700,255 for future medical, dental, and prescription claims.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

12. Risk Management (continued)

Changes in the Incurred But Not Reported claims liability amount in fiscal years 2015, 2014, and 2013 were:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at End of Year
2014-15	\$5,941,339	\$17,172,119	\$17,418,368	\$5,695,090
2013-14	4,870,792	16,541,343	15,470,796	5,941,339
2012-13	4,937,709	12,958,584	13,025,501	4,870,792

The District has estimated the short-term liability to be \$5,199,282, which approximates the District’s recent claims history for workers’ compensation plus a three months’ average of premium costs for medical, prescription and dental claims.

13. 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.

14. Restricted Assets

Restricted assets consist of funds set-aside in a capital reserve fund and an emergency reserve that are restricted pursuant to enabling legislation.

15. Transfers – Reconciliation

The following presents a reconciliation of transfers during the 2015 fiscal year:

	In	Out
General Fund	\$ 2,380,162	\$ 540,768
Capital Projects Fund	540,768	2,380,162
	<u>\$ 2,920,930</u>	<u>\$ 2,920,930</u>

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

16. Transfers – Reconciliation (continued)

The transfer from the capital projects fund to the general fund represents a transfer to capital reserve for the balance of funds related to completed projects and projects that came in under budget for reallocation to future capital projects.

The transfer from the general fund to the capital projects fund represents a transfer of capital reserve funds to provide the local share for an SDA funded capital project.

17. Capital Reserve Account

A capital reserve account was established by the District by transferring \$1 to a capital reserve account in 2002 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line – item 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. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2014	\$ 1,514,914
Interest earnings	5
Deposits:	
Approved at the June 2015 Board meeting	3,000,000
Transfers from Capital Projects	2,380,157
Withdrawals:	
Board resolution	(540,768)
Ending balance, June 30, 2015	<u>\$ 6,354,308</u>

The June 30, 2015 LRFP balance of local support costs of uncompleted capital projects exceeded the amount in the capital reserve.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

18. Deficit Fund Balance

The District has an undesignated deficit fund balance of \$44,220 in the Special Revenue Fund as of June 30, 2015 as reported in the fund statements (modified accrual basis). For budget purposes only, P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e. if one government recognizes an asset, the other government recognizes a liability.

Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last two state aid payments, the Special Revenue Fund balance deficit does not alone indicate that the District is facing financial difficulties.

19. Commitments

There was \$636,676 of contractual commitments at June 30, 2015 to vendors related to ongoing construction projects which is reported as restricted for capital projects in the Capital Projects Fund. There were contractual commitments in the general fund in the amount of \$788,476 at June 30, 2015 which are reported as assigned to other purposes.

20. Change in Accounting Principle / Restatement

Effective in the fiscal year ended June 30, 2015, the District implemented Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and Governmental Accounting Standards Board Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB Statement No. 68*.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2015

20. Change in Accounting Principle / Restatement (continued)

The implementation of the Statements required a restatement of prior year net position in the government-wide financial statements.

	Governmental Activities
Beginning Net Position - June 30, 2014	<u>\$ 53,734,146</u>
Adjustments:	
Recognition of Net Pension Liability	(31,810,285)
Deferred outflow for PERS FY2015 Pension Payment	1,413,651
Accounts Payable for PERS FY2015 Pension Payment	<u>(1,413,651)</u>
Adjustment	<u>(31,810,285)</u>
Beginning Net Position - June 30, 2014 (as restated)	<u><u>\$ 21,923,861</u></u>

Required Supplementary Information – Part II

Pension Schedules

Piscataway Township School District
 Schedule of the District's Proportionate Share of the Net Pension Liability
 Public Employee's Retirement System

Last Ten Fiscal Years*

	Year Ended June 30, 2015
District's proportion of the net pension liability (asset) - Local Group	0.1714793465%
District's proportionate share of the net pension liability (asset)	\$ 32,105,624
District's covered-employee payroll	\$ 12,029,023
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	266.90%
Plan fiduciary net position as a percentage of the total pension liability - Local Group	52.08%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

- * This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, governments should present information for those years for which information is available.

Notes to Required Supplementary Information:

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 5.55% as of June 30, 2013 to 5.39% as of June 30, 2014.

Piscataway Township School District
Schedule of District Contributions
Public Employee's Retirement System

Last Ten Fiscal Years *

	Year Ended June 30, 2015
Contractually required contribution	\$ 1,468,276
Contributions in relation to the contractually required contribution	(1,468,276)
Contribution deficiency (excess)	\$ -
 District's covered-employee payroll	\$ 12,029,023
 Contributions as a percentage of covered-employee payroll	12.21%

* This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, governments should present information for those years for which information is available.

Piscataway Township School District
 Schedule of the State's Proportionate Share of the Net Pension Liability Associated With the District
 Teachers' Pension and Annuity Fund

Last Ten Fiscal Years*

	Year Ended June 30, 2015
State's proportion of the net pension liability (asset) associated with the District - Local Group	0.4672153924%
District's proportionate share of the net pension liability (asset)	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	\$ 249,711,421
Total proportionate share of the net pension liability (asset) associated with the District	\$ 249,711,421
Plan fiduciary net position as a percentage of the total pension liability	33.64%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

* This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, governments should present information for those years for which information is available.

Notes to Required Supplementary Information:

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 4.95% as of June 30, 2013 to 4.68% as of June 30, 2014.

Required Supplementary Information – Part III

Budgetary Comparison Schedules

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues					
Local sources:					
Local tax levy	\$ 83,790,620		\$ 83,790,620	\$ 83,790,619	\$ (1)
Tuition	475,000		475,000	213,203	(261,797)
Transportation	300,000		300,000	430,554	130,554
Miscellaneous	608,480		608,480	335,391	(273,089)
Total revenues - local sources	85,174,100		85,174,100	84,769,767	(404,333)
State sources:					
Categorical Special Education aid	4,343,922		4,343,922	4,343,922	
Categorical Transportation aid	489,054		489,054	489,054	
Equalization Aid	9,741,772		9,741,772	9,741,772	
Extraordinary aid	845,000		845,000	950,940	105,940
Security Aid	584,442		584,442	584,442	
Additional non public transportation aid				68,428	68,428
Educational Adequacy aid	403,614		403,614	403,614	
PARCC Readiness Aid	73,450		73,450	73,450	
Per Pupil Growth Aid	73,450		73,450	73,450	
On-behalf TPAF pension contributions (non-budgeted)				6,204,862	6,204,862
Reimbursed TPAF social security contributions (non-budgeted)				3,454,262	3,454,262
Total - state sources	16,554,704		16,554,704	26,388,196	9,833,492
Federal sources:					
Medicaid reimbursement	76,323		76,323	149,270	72,947
ARRA/SEMI Revenue				51,997	51,997
Total Federal sources	76,323		76,323	201,267	124,944
Total revenues	101,805,127		101,805,127	111,359,230	9,554,103
Expenditures					
Current expenditures:					
Instruction - regular programs:					
Salaries of teachers:					
Preschool/kindergarten	1,680,589	\$ (35,232)	1,645,357	1,612,797	32,560
Grades 1-5	11,480,987	(926,731)	10,554,256	10,245,120	309,136
Grades 6-8	7,887,208	(548,397)	7,338,811	7,076,085	262,726
Grades 9-12	11,122,824	(723,795)	10,399,029	10,015,262	383,767
Home instruction - regular programs:					
Salaries of teachers	70,000		70,000	53,700	16,300
Purchased professional-educational services	96,730	980	97,710	63,612	34,098
Undistributed instruction - regular programs:					
Salaries of teachers		52,053	52,053	51,308	745
Other salaries for instruction	676,174	(157,052)	519,122	481,255	37,867
Purchased professional-educational services	995,900	366,816	1,362,716	1,183,231	179,485
Purchased technical services	45,500		45,500	22,634	22,866
Other purchased services	58,200	(3,907)	54,293	30,733	23,560
General supplies	1,407,870	148,021	1,555,891	1,178,007	377,884
Textbooks	62,819	(15,647)	47,172	34,286	12,886
Other objects	235,258	(2,155)	233,103	164,558	68,545
Total instruction - regular programs	35,820,059	(1,845,046)	33,975,013	32,212,588	1,762,425

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Special education:					
Cognitive-mild:					
Salaries of teachers	\$ 425,959	\$ 33,000	\$ 458,959	\$ 456,427	\$ 2,532
Other salaries for instruction	426,757	(83,000)	343,757	326,886	16,871
Purchased professional ed services	172,500	45,182	217,682	189,227	28,455
Other purchased services	1,300	166	1,466	74	1,392
General supplies	12,850	(200)	12,650	9,527	3,123
Textbooks	800	50	850	344	506
Total cognitive-mild	1,040,166	(4,802)	1,035,364	982,485	52,879
Learning and/or language disabilities:					
Salaries of teachers	377,117	20,730	397,847	387,401	10,446
Other salaries for instruction	267,733	(6,000)	261,733	260,175	1,558
General supplies	2,000	8,000	10,000	9,970	30
Textbooks	500		500	438	62
Total learning and/or language disabilities	647,350	22,730	670,080	657,984	12,096
Behavioral disabilities:					
Salaries of teachers	510,385	30,453	540,838	528,910	11,928
Other salaries for instruction	64,336	8,638	72,974	72,974	
Purchased professional ed services	292,000	(4,158)	287,842	254,026	33,816
Other purchased services	3,000		3,000	1,355	1,645
General supplies	6,400	450	6,850	5,683	1,167
Textbooks	700		700	662	38
Total behavioral disabilities	876,821	35,383	912,204	863,610	48,594
Multiple disabilities:					
Salaries of teachers	307,522	(95,238)	212,284	185,356	26,928
Other salaries for instruction	130,579	1,700	132,279	132,087	192
Purchased professional ed services	160,000	(9,969)	150,031	138,680	11,351
General supplies	1,500		1,500	1,470	30
Total multiple disabilities	599,601	(103,507)	496,094	457,593	38,501
Resource room/center:					
Salaries of teachers	4,572,734	75,000	4,647,734	4,504,117	143,617
Other salaries for instruction	1,037,325	(130,000)	907,325	869,623	37,702
Purchased professional ed services	390,000	13,830	403,830	387,332	16,498
General supplies	60,400	6,347	66,747	64,004	2,743
Textbooks	17,500	(220)	17,280	17,076	204
Total resource room/center	6,077,959	(35,043)	6,042,916	5,842,152	200,764
Autism:					
Salaries of teachers	519,119	54,176	573,295	553,544	19,751
Other salaries for instruction	227,618	(60,676)	166,942	162,823	4,119
Purchased professional-educational services	245,000	36,256	281,256	258,435	22,821
Other purchased services	500		500		500
General supplies	28,500		28,500	27,443	1,057
Textbooks	200		200	200	
Total autism	1,020,937	29,756	1,050,693	1,002,445	48,248
Preschool disabilities - part time:					
Salaries of teachers	426,492	85,026	511,518	469,166	42,352
Other salaries for instruction	276,367	2,900	279,267	257,059	22,208
Other purchased services	151,000	(66,590)	84,410		84,410
General supplies	2,000		2,000	1,904	96
Total preschool disabilities - part time	855,859	21,336	877,195	728,129	149,066
Total special education	11,118,693	(34,147)	11,084,546	10,534,398	550,148

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Basic skills/remedial - instruction:					
Salaries of teachers	\$ 1,362,384	\$ 239,772	\$ 1,602,156	\$ 1,504,647	\$ 97,509
General supplies	7,500		7,500	2,455	5,045
Total basic skills/remedial - instruction	1,369,884	239,772	1,609,656	1,507,102	102,554
Bilingual education - instruction:					
Salaries of teachers	497,192	34,727	531,919	496,869	35,050
Other salaries for instruction	33,844	570	34,414	31,748	2,666
General supplies	1,500	1,917	3,417	2,463	954
Total bilingual education - instruction	532,536	37,214	569,750	531,080	38,670
School - sponsored cocurricular activities:					
Salaries	245,181	4,000	249,181	223,529	25,652
Supplies and materials	91,375	17,108	108,483	54,717	53,766
Other objects	1,300		1,300	1,257	43
Total school spn. cocurricular activities	337,856	21,108	358,964	279,503	79,461
School - sponsored athletics - instruction:					
Salaries	724,025	67,418	791,443	784,206	7,237
Purchased services	129,944	(11,221)	118,723	103,498	15,225
Supplies and materials	75,198	4,902	80,100	78,624	1,476
Other objects	3,600	(100)	3,500	3,500	
Total school - sponsored athletics - instruction	932,767	60,999	993,766	969,828	23,938
Other supplemental / At Risk programs:					
Salaries of tutors	192,000		192,000	147,205	44,795
Other Purchased services	6,000		6,000		6,000
Supplies and materials	2,200		2,200	1,643	557
Total Other supplemental / At Risk programs	200,200	-	200,200	148,848	51,352
Total instruction	50,311,995	(1,520,100)	48,791,895	46,183,347	2,608,548
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs w/in the state - reg.		16,476	16,476	12,976	3,500
Tuition to private schools for the handicapped - within state	1,788,523	(11,291)	1,777,232	1,124,797	652,435
Tuition - state facilities	17,699		17,699	17,699	
Total instruction	1,806,222	5,185	1,811,407	1,155,472	655,935

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Attendance and social work services:					
Salaries	\$ 279,243	\$ (1,150)	\$ 278,093	\$ 245,603	\$ 32,490
Other purchased services	3,360		3,360	3,360	
Supplies and materials	300	2,666	2,966	2,951	15
Total attendance and social work service	282,903	1,516	284,419	251,914	32,505
Health services:					
Salaries	787,511	1,920	789,431	771,886	17,545
Purchased professional and technical services	21,500	1,600	23,100	16,631	6,469
Other purchased services	600		600	289	311
Supplies and materials	29,400	38,400	67,800	66,746	1,054
Total health services	839,011	41,920	880,931	855,552	25,379
Other support services - students - related services:					
Salaries	710,376	211,900	922,276	919,394	2,882
Purchased professional educational services		7,200	7,200	7,200	
Supplies and materials	16,900	(7,160)	9,740	9,634	106
Total other support services - students - related services	727,276	211,940	939,216	936,228	2,988
Other support services - students - extra services:					
Salaries	193,274	69,000	262,274	254,782	7,492
Purchased professional educational services	718,000	(193,131)	524,869	397,477	127,392
Supplies and materials	3,500	2,160	5,660	5,154	506
Total other support services - students - extra services	914,774	(121,971)	792,803	657,413	135,390
Guidance:					
Salaries of other professional staff	1,917,476	(5,000)	1,912,476	1,813,693	98,783
Salaries of secretarial and clerical assistants	285,125	39,007	324,132	323,502	630
Other Salaries	50,560	(7,250)	43,310	32,541	10,769
Purchased professional - educational services	263,947	57,293	321,240	108,530	212,710
Other purchased professional - technical services	2,000	1,975	3,975	25	3,950
Other purchased services	3,860		3,860	307	3,553
Supplies and materials	27,160	1,921	29,081	22,901	6,180
Other objects	710	250	960	826	134
Total guidance	2,550,838	88,196	2,639,034	2,302,325	336,709
Child Study Team:					
Salaries of other professional staff	2,846,152	(213,200)	2,632,952	2,554,439	78,513
Salaries of secretarial and clerical assistants	254,159	4,000	258,159	257,547	612
Other Salaries	75,000	12,000	87,000	82,688	4,312
Purchased professional - educational services	60,000	113	60,113	14,858	45,255
Miscellaneous purchased services	9,360	3,500	12,860	8,077	4,783
Supplies and materials	31,500		31,500	29,633	1,867
Total child study team	3,276,171	(193,587)	3,082,584	2,947,242	135,342

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Improvement of instructional services:					
Salaries of supervisors of instruction	\$ 499,023	\$ 2,000	\$ 501,023	\$ 488,427	\$ 12,596
Salaries of secretarial and clerical assistants	180,211	700	180,911	180,893	18
Other Salaries	77,800		77,800	64,110	13,690
Salaries of facilitators, math & literacy coaches	842,729		842,729	787,236	55,493
Purchased professional - educational services	93,550	(8,000)	85,550	78,242	7,308
Other purchased services	7,700	83	7,783	2,058	5,725
Supplies and materials	266,713	1,876	268,589	245,636	22,953
Other objects	3,500	1,000	4,500	3,545	955
Total improvement of instructional services	1,971,226	(2,341)	1,968,885	1,850,147	118,738
Educational media services/school library:					
Salaries	680,418	(105,230)	575,188	486,740	88,448
Other purchased services	5,000		5,000		5,000
Supplies and materials	48,700	(303)	48,397	40,287	8,110
Total educational media services/school library	734,118	(105,533)	628,585	527,027	101,558
Instructional staff training services:					
Salaries of other professional staff	1,950		1,950		1,950
Other purchased services	87,300	3,014	90,314	38,941	51,373
Supplies and materials	500		500		500
Other objects	2,000	(1,650)	350	180	170
Total instructional staff training services	91,750	1,364	93,114	39,121	53,993
Support services-general administration:					
Salaries	437,064	60,434	497,498	416,073	81,425
Salaries of attorneys	119,646	2,393	122,039	122,039	
Legal services	45,000	52,649	97,649	28,956	68,693
Audit fees	85,000		85,000	84,300	700
Architectual / engineering services	162,225	(11,251)	150,974	117,301	33,673
Other purchased professional services	15,000	(4,000)	11,000	10,426	574
Purchased technical services	50,000	(10,000)	40,000	260	39,740
Communications/telephone	665,600	(93,232)	572,368	262,402	309,966
BOE Other purchased services	15,000	(1,000)	14,000	1,319	12,681
Other purchased services	351,000	335,731	686,731	484,018	202,713
General supplies	161,000	9,707	170,707	161,200	9,507
Judgments against the school district	75,000		75,000		75,000
Miscellaneous expenditures	36,500	(27,500)	9,000	6,782	2,218
BOE membership dues and fees	5,000	33,030	38,030	34,689	3,341
Total support services-general administration	2,223,035	346,961	2,569,996	1,729,765	840,231

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Support services-school administration:					
Salaries of principals/ assistant principals	\$ 2,191,100	\$ 65,000	\$ 2,256,100	\$ 2,097,416	\$ 158,684
Salaries of secretarial and clerical assistants	885,145	3,923	889,068	879,998	9,070
Other salaries	59,750	12,077	71,827	31,988	39,839
Purchased professional and technical services	13,000	19,306	32,306	28,445	3,861
Other purchased services	11,900	(229)	11,671	2,639	9,032
Supplies and materials	163,415	(4,037)	159,378	104,768	54,610
Other objects	12,048	1,031	13,079	9,189	3,890
Total support services-school administration	3,336,358	97,071	3,433,429	3,154,443	278,986
Central services:					
Salaries	869,096	2,000	871,096	822,718	48,378
Purchased technical services	35,000	(9,797)	25,203	24,608	595
Misc. purchased services	49,500	27,442	76,942	43,880	33,062
Sale/lease-back payments	15,000		15,000	12,604	2,396
Supplies and materials	39,000	106,774	145,774	127,012	18,762
Interest on lease purchase agreements	55,854		55,854	55,854	
Other objects	5,000	660	5,660	2,305	3,355
Total central services	1,068,450	127,079	1,195,529	1,088,981	106,548
Administrative information technology:					
Salaries	717,958	62,900	780,858	711,171	69,687
Purchased technical services	26,100	49,247	75,347	69,837	5,510
Other purchased services	22,000	(14,308)	7,692	1,169	6,523
Supplies and Materials	72,100	(31,844)	40,256	27,443	12,813
Other objects	135,743	62,856	198,599	189,624	8,975
Total administrative information technology	973,901	128,851	1,102,752	999,244	103,508
Required maintenance for school facilities:					
Salaries	661,295	19,804	681,099	659,612	21,487
Cleaning, repair and maintenance services	458,344	169,494	627,838	590,277	37,561
General supplies	288,700	(47,554)	241,146	198,340	42,806
Total required maintenance for school facilities	1,408,339	141,744	1,550,083	1,448,229	101,854
Custodial Services:					
Salaries	3,069,128	(95,552)	2,973,576	2,909,443	64,133
Purchased professional and technical services	45,000	18,914	63,914	48,331	15,583
Cleaning, repair and maintenance services	249,272	32,795	282,067	207,177	74,890
Other purchased property services	208,940	(11,458)	197,482	196,971	511
Insurance	680,000	100,591	780,591	766,376	14,215
Miscellaneous purchased services	5,000		5,000	4,825	175
General supplies	470,500	73,805	544,305	529,205	15,100
Energy - Natural gas	684,300	(63,000)	621,300	412,316	208,984
Energy - Electricity	1,790,831	(82,139)	1,708,692	1,506,042	202,650
Total custodial services	7,202,971	(26,044)	7,176,927	6,580,686	596,241
Care & upkeep of grounds:					
Salaries	421,200	(7,775)	413,425	395,832	17,593
Cleaning, repair and maintenance services	92,500	(2,669)	89,831	63,657	26,174
General supplies	97,500	15,918	113,418	89,932	23,486
Total care & upkeep of grounds	611,200	5,474	616,674	549,421	67,253

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Security					
Salaries	\$ 351,009	\$ 9,000	\$ 360,009	\$ 360,001	\$ 8
Purchased professional and technical	70,875		70,875	55,310	15,565
Cleaning, repair and maintenance	2,000		2,000		2,000
General supplies	55,000		55,000	47,959	7,041
Total Security	478,884	9,000	487,884	463,270	24,614
Student transportation services:					
Salaries for pupil transportation:					
Between home and school - regular	357,293	605,835	963,128	948,750	14,378
Between home and school - special	300,000	(231,448)	68,552	64,132	4,420
Between home and school - other	25,000	21,340	46,340	36,435	9,905
Between home and school - non public	70,000	(70,000)			
Management Fees - ESC & CTSA	35,000	(35,000)			
Other purchased professional services	450,000	103,648	553,648	537,195	16,453
Cleaning, repair and maintenance	275,000	20,000	295,000	227,930	67,070
Rental payment - school buses		9,875	9,875	9,115	760
Contracted services:					
Between home & school - jointures	329,989	(143,671)	186,318	176,124	10,194
Vendors - special ed	107,954	(13,200)	94,754	90,762	3,992
Vendors - between home & school	1,986,889	29,176	2,016,065	1,981,768	34,297
Vendors - other between home & school	253,733	57,514	311,247	195,864	115,383
ESCs & CTSA's - special ed	766,000	111,884	877,884	877,538	346
Aid in lieu - nonpublic	200,000	(46,968)	153,032	142,280	10,752
Miscellaneous purchased services	42,605	(38,326)	4,279		4,279
General Supplies	450,000	(163,201)	286,799	254,297	32,502
Total student transportation services	5,649,463	217,458	5,866,921	5,542,190	324,731
Unallocated benefits:					
Social security contributions	1,300,000	(6,975)	1,293,025	1,290,612	2,413
Other retirement contributions - regular	1,382,973	34,360	1,417,333	1,416,406	927
Worker's compensation	240,000	61,007	301,007	208,746	92,261
Health insurance	12,222,420	1,577,544	13,799,964	13,781,827	18,137
Tuition reimbursement	145,000	(108,500)	36,500	28,303	8,197
Other tuition reimbursement		4,777	4,777	4,777	
Other employee benefits	325,000	(14,347)	310,653	307,347	3,306
Total unallocated benefits	15,615,393	1,547,866	17,163,259	17,038,018	125,241
On-behalf TPAF pension contributions (non-budgeted)					
				6,204,862	(6,204,862)
Reimbursed TPAF social security contributions (non-budgeted)					
				3,454,262	(3,454,262)
Total personal services: benefits	15,615,393	1,547,866	17,163,259	26,697,142	(9,533,883)
Total undistributed expenditures	51,762,283	2,522,149	54,284,432	59,775,812	(5,491,380)
Total current expenditures	102,074,278	1,002,049	103,076,327	105,959,159	(2,882,832)

Piscataway Township School District
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Capital outlay:					
Equipment:					
Undistributed expenditures:					
Grades 6-8	\$ 486,122		\$ 486,122	\$ 467,342	\$ 18,780
Grades 9-12	1,000	\$ 418,345	419,345	389,765	29,580
Operation and maintenance of plant services	157,873	(4,650)	153,223	89,199	64,024
Total equipment	644,995	413,695	1,058,690	946,306	112,384
Facilities acquisition and construction services:					
Lease purchase agreements - principal	1,635,704		1,635,704	1,635,704	
Other objects - assessment of debt service	243,505		243,505	243,505	
Total facilities acquisition and construction services	1,879,209	-	1,879,209	1,879,209	
Total expenditures - capital outlay	2,524,204	413,695	2,937,899	2,825,515	112,384
Transfer of funds to charter schools	206,645	2,017	208,662	197,860	10,802
Total expenditures	104,805,127	1,417,761	106,222,888	108,982,534	(2,759,646)
(Deficiency) excess of revenues (under) over expenditures	(3,000,000)	(1,417,761)	(4,417,761)	2,376,696	6,794,457
Other financing sources (uses):					
Transfers in				2,380,162	2,380,162
Transfers out		(540,768)	(540,768)	(540,768)	-
Total other financing sources (uses)	-	(540,768)	(540,768)	1,839,394	2,380,162
(Deficiency) excess of revenues (under) over expenditures and other financing sources (uses)	(3,000,000)	(1,958,529)	(4,958,529)	4,216,090	9,174,619
Fund balances, July 1	11,866,349	-	11,866,349	11,866,349	
Fund balances, June 30	\$ 8,866,349	\$ (1,958,529)	\$ 6,907,820	\$ 16,082,439	\$ 9,174,619
Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)					
Budgeted fund balance	\$ (3,000,000)	\$ (1,624,588)	\$ (4,624,588)	\$ 4,550,031	\$ 9,174,619
Adjustment for prior year encumbrances		(333,941)	(333,941)	(333,941)	
Total	\$ (3,000,000)	\$ (1,958,529)	\$ (4,958,529)	\$ 4,216,090	\$ 9,174,619
Recapitulation of fund balance:					
Restricted for:					
Emergency reserve				\$ 174,372	
Capital reserve				6,354,308	
Excess surplus - prior year				3,608,029	
Excess surplus - current year				2,933,605	
Assigned to:					
Year end encumbrances				788,476	
Subsequent year's expenditures - ARRA SEMI				51,997	
Unassigned fund balance				2,171,652	
				16,082,439	
Reconciliation to Government Funds Statements GAAP:					
Last two state aid payments not recognized on GAAP basis				(1,541,250)	
Fund balance per Government Funds (GAAP) (B-1)				\$ 14,541,189	

Piscataway Township School District
Special Revenue Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
State sources	\$ 842,200	\$ 144,230	\$ 986,430	\$ 946,365	\$ (40,065)
Federal sources	1,657,800	1,181,702	2,839,502	2,595,378	(244,124)
Other sources		193,794	193,794	143,046	(50,748)
Total revenues	2,500,000	1,519,726	4,019,726	3,684,789	(334,937)
Expenditures:					
Current expenditures:					
Instruction:					
Salaries:					
Salaries of teachers	457,800	(100,603)	357,197	316,175	41,022
Other salaries for instruction					
Purchased professional technical services		109,536	109,536	101,149	8,387
Purchased professional educational services		418	418		418
Tuition	1,200,000	485,498	1,685,498	1,685,498	
Travel		17,457	17,457	7,434	10,023
Supplies and materials		146,471	146,471	107,679	38,792
Total instruction	1,657,800	658,777	2,316,577	2,217,935	98,642
Support services:					
Salaries of other professional staff		65,078	65,078	65,078	
Personal services—employee benefits		96,028	96,028	94,208	1,820
Purchased professional technical services		10,846	10,846	972	9,874
Purchased professional educational services		981,410	981,410	791,840	189,570
Purchased professional educational services - contracted Pre-K	442,200		442,200	442,200	
Other purchased professional services	400,000	(367,877)	32,123	16,957	15,166
Supplies and materials		18,675	18,675	14,198	4,477
Total support services	842,200	804,160	1,646,360	1,425,453	220,907
Required maintenance for school facilities					
Supplies and materials		26,789	26,789	26,789	
Total required maintenance for school facilities		26,789	26,789	26,789	
Capital outlay:					
Facilities acquisition and construction services:					
Instructional equipment		30,000	30,000	14,612	15,388
Total facilities acquisition and construction services		30,000	30,000	14,612	15,388
Total expenditures	2,500,000	1,519,726	4,019,726	3,684,789	334,937
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ -

Piscataway Township School District
Note to Required Supplementary Information

Budget to GAAP Reconciliation

Year ended June 30, 2015

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-1, C-2)	\$ 111,359,230	\$ 3,684,789
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current year		(165)
Prior year		80,147
State aid payments recognized for budgetary purposes, not recognized for GAAP statements.		
Prior year	1,526,602	44,220
Current year	(1,541,250)	(44,220)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds (B-2)	\$ 111,344,582	\$ 3,764,771
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule (C-1, C-2)	\$ 108,982,534	\$ 3,684,789
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.		
Prior year		80,147
Current year		(165)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	\$ 108,982,534	\$ 3,764,771

Supplementary Information

Special Revenue Fund

Piscataway Township School District
Special Revenue Fund

Combining Schedule of Revenues and Expenditures
Budgetary Basis

Year ended June 30, 2015

	Title I	I.D.E.A.		Title II	Title III	Title III
	Regular Part A	Part B Regular	Part B Preschool	Part A Regular	Regular	Immigrant
Revenues:						
State sources						
Federal sources	\$ 487,344	\$ 1,724,729	\$ 47,762	\$ 145,507	\$ 86,783	\$ 47,389
Other sources						
Total revenues	<u>\$ 487,344</u>	<u>\$ 1,724,729</u>	<u>\$ 47,762</u>	<u>\$ 145,507</u>	<u>\$ 86,783</u>	<u>\$ 47,389</u>
Expenditures:						
Current expenditures:						
Instruction:						
Salaries:						
Salaries of teachers	\$ 315,045					
Tuition		\$ 1,637,736	\$ 47,762			
Purchased professional technical services						
Travel						
Supplies and materials	60,432					
Total instruction	<u>375,477</u>	<u>1,637,736</u>	<u>47,762</u>			
Support services:						
Salaries of other professional staff					\$ 65,078	
Personal services—employee benefits	78,878				15,330	
Purchased professional technical services						
Purchased professional educational services	7,786	86,993		\$ 145,507		\$ 47,389
Purchased professional educational services - contracted Pre-K						
Other purchased professional services	2,924					
Supplies and materials	7,667				6,375	
Total support services	<u>97,255</u>	<u>86,993</u>		<u>145,507</u>	<u>86,783</u>	<u>47,389</u>
Required maintenance for school facilities:						
Supplies and materials						
Total maintenance for school facilities						
Capital outlay:						
Facilities acquisition and construction services:						
Instructional equipment	14,612					
Total facilities acquisition and construction services	<u>14,612</u>					
Total expenditures	<u>\$ 487,344</u>	<u>\$ 1,724,729</u>	<u>\$ 47,762</u>	<u>\$ 145,507</u>	<u>\$ 86,783</u>	<u>\$ 47,389</u>

Piscataway Township School District
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis

Year ended June 30, 2015

	New Jersey Non-Public Aid								
	Comp Ed	ESL	Transportation	Exam & Class	Corrective Speech	Supple - mentary Instruction	Nursing	Technology Initiative	Text - books
	Regular Program	Regular Program	Regular Program	Regular Program	Regular Program	Regular Program	Regular Program	Regular Program	Regular Program
Revenues:									
State sources	\$ 100,025	\$ 5,481	\$ 20,355	\$ 78,516	\$ 45,059	\$ 30,838	\$ 115,567	\$ 36,616	\$ 71,708
Federal sources									
Other sources									
Total revenues	\$ 100,025	\$ 5,481	\$ 20,355	\$ 78,516	\$ 45,059	\$ 30,838	\$ 115,567	\$ 36,616	\$ 71,708
Expenditures:									
Current expenditures:									
Instruction:									
Salaries:									
Salaries of teachers									
Tuition									
Purchased professional technical services									
Travel									
Supplies and materials									
Total instruction									
Support services:									
Salaries of other professional staff									
Personal services—employee benefits									
Purchased professional technical services									
Purchased professional educational services	\$ 100,025	\$ 5,481	\$ 20,355	\$ 78,516	\$ 45,059	\$ 30,838	\$ 115,567	\$ 36,616	\$ 71,708
Purchased professional educational services - contracted Pre-K									
Other purchased professional services									
Supplies and materials									
Total support services	100,025	5,481	20,355	78,516	45,059	30,838	115,567	36,616	71,708
Required maintenance for school facilities:									
Supplies and materials									
Total maintenance for school facilities									
Capital outlay:									
Facilities acquisition and construction services:									
Instructional equipment									
Total facilities acquisition and construction services									
Total expenditures	\$ 100,025	\$ 5,481	\$ 20,355	\$ 78,516	\$ 45,059	\$ 30,838	\$ 115,567	\$ 36,616	\$ 71,708

Piscataway Township School District
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
Year ended June 30, 2015

	Teaching American History	Carl Perkins	Race to the Top	Preschool Education Aid	Local Programs	Totals
Revenues:						
State sources				\$ 442,200		\$ 946,365
Federal sources	\$ 654	\$ 40,205	\$ 15,005			2,595,378
Other sources					\$ 143,046	143,046
Total revenues	\$ 654	\$ 40,205	\$ 15,005	\$ 442,200	\$ 143,046	\$ 3,684,789
Expenditures:						
Current expenditures:						
Instruction:						
Salaries:						
Salaries of teachers	\$ 620	\$ 510				\$ 316,175
Tuition						1,685,498
Purchased professional technical services					\$ 101,149	101,149
Travel	34				7,400	7,434
Supplies and materials		39,695			7,552	107,679
Total instruction	654	40,205			116,101	2,217,935
Support services:						
Salaries of other professional staff						65,078
Personal services—employee benefits						94,208
Purchased professional technical services			\$ 972			972
Purchased professional educational services						791,840
Purchased professional educational services - contracted Pre-K				\$ 442,200		442,200
Other purchased professional services			14,033			16,957
Supplies and materials					156	14,198
Total support services			15,005	442,200	156	1,425,453
Required maintenance for school facilities:						
Supplies and materials					26,789	26,789
Total maintenance for school facilities					26,789	26,789
Capital outlay:						
Facilities acquisition and construction services:						
Instructional equipment						14,612
Total facilities acquisition and construction services						14,612
Total expenditures	\$ 654	\$ 40,205	\$ 15,005	\$ 442,200	\$ 143,046	\$ 3,684,789

Piscataway Township School District
Special Revenue Fund

Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Support services:					
Purchased Professional Educational Services -					
Contracted Pre-K	\$442,200		\$442,200	\$442,200	
Total support services	442,200		442,200	442,200	
 Total Expenditures	 \$442,200	\$ -	\$442,200	\$442,200	\$ -

Calculation of Budget and Carryover

Total revised 2014-15 Preschool Education Aid Allocation	\$442,200
Add: Actual ECPA/Preschool Education Aid Carryover June 30, 2014	-
Total Preschool Education Aid Funds Available for 2014-15 Budget	442,200
Less: 2014-15 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	442,200
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2015	-
 Add: June 30, 2015 Unexpended Preschool Education Aid	-
2014-15 Carryover - Preschool Education Aid/Preschool	\$ -
 2014-15 Preschool Education Aid Carryover Budgeted for Preschool Programs 2015-16	\$ -

Capital Projects Fund

Piscataway Township School District
 Capital Projects Fund
 Summary Schedule of Project Revenues, Expenditures,
 Project Balance and Project Status
 (Budgetary Basis)
 Year ended June 30, 2015

Revenues and other financing sources	
State Sources - SDA Grant	\$ 1,337,759
Interest	<u>5</u>
Total revenues	1,337,764
Expenditures and Other Financing Uses	
Construction services	2,459,417
Transfer to capital reserve	<u>1,839,389</u>
Total expenditures	4,298,806
Deficiency of revenues under expenditures	<u>(2,961,042)</u>
Other Financing uses	
Transfers out	<u>(5)</u>
Total other financing uses	(5)
Deficiency of revenues under expenditures and other financing uses	(2,961,047)
Fund Balance, July 1	<u>3,866,408</u>
Fund Balance, June 30	<u>\$ 905,361</u>
Fund balance, budgetary-basis	\$ 905,361
Less difference in grant revenue recognized	<u>(350,944)</u>
Fund balance, GAAP-basis	<u>\$ 554,417</u>

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 1,337,759	\$ 1,337,759	\$ 1,337,759
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 3,909,248	(1,839,389)	2,069,859	2,069,859
Total revenues	<u>3,909,248</u>	<u>(501,630)</u>	<u>3,407,618</u>	<u>\$ 3,407,618</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	42,840	2,459,417	2,502,257	
Equipment				
Total expenditures	<u>42,840</u>	<u>2,459,417</u>	<u>2,502,257</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 3,866,408</u>	<u>\$ (2,961,047)</u>	<u>\$ 905,361</u>	

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Piscataway High School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Note proceeds and transfers				
Contribution from Private sources				
Transfer to capital reserve	\$ 250,000	(250,000)	\$ -	\$ -
Total revenues	<u>250,000</u>	<u>(250,000)</u>	<u>-</u>	<u>\$ -</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 250,000</u>	<u>\$ (250,000)</u>	<u>\$ -</u>	
Additional project information				
Project number	4130-050-02-0516			
Grant date	N/A			
Bond authorization date	N/A			
Bonds Authorized	-			
Bonds Issued	-			
Original Authorized Cost	\$ 250,000			
Additional Authorized Cost	(250,000)			
Revised Authorized Cost	\$ -			
Percentage Increase over Original Authorized Cost	-100.00%			
Percentage completion	0.00%			
Original target completion date	N/A			
Revised target completion date	N/A			

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Piscataway High School Marquee Sign

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				\$ -
Note proceeds and transfers				-
Contribution from Private sources				-
Transfer to capital reserve	\$ 133,122	\$ (133,122)	\$ -	-
Total revenues	<u>133,122</u>	<u>(133,122)</u>	<u>-</u>	<u>\$ -</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				-
Land and improvements				-
Construction services				-
Equipment				-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 133,122</u>	<u>\$ (133,122)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 133,122
Additional Authorized Cost	(133,122)
Revised Authorized Cost	\$ -
Percentage Decrease over Original Authorized Cost	-100.00%
Percentage completion	0.00%
Original target completion date	N/A
Revised target completion date	N/A

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Telecommunications system

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 16,957		\$ 16,957	\$ 16,957
Total revenues	<u>16,957</u>	<u>-</u>	<u>16,957</u>	<u>\$ 16,957</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		\$ 16,957	16,957	
Equipment				
Total expenditures	<u>-</u>	<u>16,957</u>	<u>16,957</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 16,957</u>	<u>\$ (16,957)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 16,957
Additional Authorized Cost	-
Revised Authorized Cost	\$ 16,957
Percentage Decrease over Original Authorized Cost	0.00%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Classroom Expansion

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Note proceeds and transfers				
Contribution from Private sources				
Transfer to capital reserve	\$ 1,711,113	\$ (1,711,113)	\$ -	\$ -
Total revenues	<u>1,711,113</u>	<u>(1,711,113)</u>	<u>-</u>	<u>\$ -</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,711,113</u>	<u>\$ (1,711,113)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,711,113
Additional Authorized Cost	(1,711,113)
Revised Authorized Cost	\$ -
Percentage Decrease over Original Authorized Cost	-100.00%
Percentage completion	100.00%
Original target completion date	N/A
Revised target completion date	N/A

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Arbor Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 25,032	\$ 25,032	\$ 25,032
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 23,863	13,686	37,549	37,549
Total revenues	<u>23,863</u>	<u>38,718</u>	<u>62,581</u>	<u>\$ 62,581</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		62,581	62,581	
Equipment				
Total expenditures	<u>-</u>	<u>62,581</u>	<u>62,581</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 23,863</u>	<u>\$ (23,863)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(41,319)
Revised Authorized Cost	\$ 62,581
Percentage Increase over Original Authorized Cost	-39.77%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Conackamack Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 19,140	\$ 19,140	\$ 19,140
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 24,165	4,544	28,709	28,709
	<u>24,165</u>	<u>23,684</u>	<u>47,849</u>	<u>\$ 47,849</u>
Total revenues				
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		47,849	47,849	
Equipment				
Total expenditures	<u>-</u>	<u>47,849</u>	<u>47,849</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 24,165</u>	<u>\$ (24,165)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(56,051)
Revised Authorized Cost	\$ 47,849
Percentage Increase over Original Authorized Cost	-53.95%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Eisenhower Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 24,677	\$ 24,677	\$ 24,677
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 23,675	13,341	37,016	37,016
Total revenues	<u>23,675</u>	<u>38,018</u>	<u>61,693</u>	<u>\$ 61,693</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		61,693	61,693	
Equipment				
Total expenditures	<u>-</u>	<u>61,693</u>	<u>61,693</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 23,675</u>	<u>\$ (23,675)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(42,207)
Revised Authorized Cost	\$ 61,693
Percentage Increase over Original Authorized Cost	-40.62%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Grandview Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 25,491	\$ 25,491	\$ 25,491
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 25,709	12,527	38,236	38,236
Total revenues	<u>25,709</u>	<u>38,018</u>	<u>63,727</u>	<u>\$ 63,727</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		63,727	63,727	
Equipment				
Total expenditures	<u>-</u>	<u>63,727</u>	<u>63,727</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 25,709</u>	<u>\$ (25,709)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(40,173)
Revised Authorized Cost	\$ 63,727
Percentage Increase over Original	
Authorized Cost	-38.67%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Knollwood Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 25,891	\$ 25,891	\$ 25,891
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 26,710	12,127	38,837	38,837
Total revenues	<u>26,710</u>	<u>38,018</u>	<u>64,728</u>	<u>\$ 64,728</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		64,728	64,728	
Equipment				
Total expenditures	<u>-</u>	<u>64,728</u>	<u>64,728</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 26,710</u>	<u>\$ (26,710)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(39,172)
Revised Authorized Cost	\$ 64,728
Percentage Increase over Original Authorized Cost	-37.70%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Martin Luther King Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 24,664	\$ 24,664	\$ 24,664
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 23,641	13,354	36,995	36,995
Total revenues	<u>23,641</u>	<u>38,018</u>	<u>61,659</u>	<u>\$ 61,659</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		61,659	61,659	
Equipment				
Total expenditures	<u>-</u>	<u>61,659</u>	<u>61,659</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 23,641</u>	<u>\$ (23,641)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(42,241)
Revised Authorized Cost	\$ 61,659
Percentage Increase over Original Authorized Cost	-40.66%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Randolphville Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 25,834	\$ 25,834	\$ 25,834
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 26,541	12,211	38,752	38,752
Total revenues	<u>26,541</u>	<u>38,045</u>	<u>64,586</u>	<u>\$ 64,586</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		64,586	64,586	
Equipment				
Total expenditures	<u>-</u>	<u>64,586</u>	<u>64,586</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 26,541</u>	<u>\$ (26,541)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(39,314)
Revised Authorized Cost	\$ 64,586
Percentage Increase over Original Authorized Cost	-37.84%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Quibbletown Middle School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 20,132	\$ 20,132	\$ 20,132
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 26,647	3,552	30,199	30,199
Total revenues	<u>26,647</u>	<u>23,684</u>	<u>50,331</u>	<u>\$ 50,331</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		50,331	50,331	
Equipment				
Total expenditures	<u>-</u>	<u>50,331</u>	<u>50,331</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 26,647</u>	<u>\$ (26,647)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(53,569)
Revised Authorized Cost	\$ 50,331
Percentage Increase over Original Authorized Cost	-51.56%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: T. Schor Middle School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 19,802	\$ 19,802	\$ 19,802
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 25,822	3,882	29,704	29,704
Total revenues	<u>25,822</u>	<u>23,684</u>	<u>49,506</u>	<u>\$ 49,506</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		49,506	49,506	
Equipment				
Total expenditures	<u>-</u>	<u>49,506</u>	<u>49,506</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 25,822</u>	<u>\$ (25,822)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 103,900
Additional Authorized Cost	(54,394)
Revised Authorized Cost	\$ 49,506
Percentage Increase over Original Authorized Cost	-52.35%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: High School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 133,902	\$ 133,902	\$ 133,902
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 89,909	110,943	200,852	200,852
Total revenues	<u>89,909</u>	<u>244,845</u>	<u>334,754</u>	<u>\$ 334,754</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		334,754	334,754	
Equipment				
Total expenditures	<u>-</u>	<u>334,754</u>	<u>334,754</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 89,909</u>	<u>\$ (89,909)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 387,500
Additional Authorized Cost	(52,746)
Revised Authorized Cost	\$ 334,754
Percentage Increase over Original Authorized Cost	-13.61%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Security and Communications System Upgrade: Fellowship Farms

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 20,720	\$ 20,720	\$ 20,720
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 17,740	22,853	40,593	40,593
Total revenues	<u>17,740</u>	<u>43,573</u>	<u>61,313</u>	<u>\$ 61,313</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		61,313	61,313	
Equipment				
Total expenditures	<u>-</u>	<u>61,313</u>	<u>61,313</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 17,740</u>	<u>\$ (17,740)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 51,800
Additional Authorized Cost	9,513
Revised Authorized Cost	\$ 61,313
Percentage Increase over Original Authorized Cost	18.36%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Roof Replacement: Eisenhower Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 443,157	\$ 443,157	\$ 443,157
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 327,750	336,985	664,735	664,735
Total revenues	<u>327,750</u>	<u>780,142</u>	<u>1,107,892</u>	<u>\$ 1,107,892</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		1,100,392	1,100,392	
Equipment				
Total expenditures	<u>-</u>	<u>1,100,392</u>	<u>1,100,392</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 327,750</u>	<u>\$ (320,250)</u>	<u>\$ 7,500</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,107,892
Additional Authorized Cost	-
Revised Authorized Cost	\$ 1,107,892
Percentage Increase over Original Authorized Cost	0.00%
Percentage completion	99.32%
Original target completion date	
Revised target completion date	October 2015

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Roof Replacement: Grandview Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 135,679	\$ 135,679	\$ 135,679
Note proceeds and transfers				
Contribution from Private sources				
Transfer to capital reserve	\$ 983,250	(779,731)	203,519	203,519
Total revenues	<u>983,250</u>	<u>(644,052)</u>	<u>339,198</u>	<u>\$ 339,198</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		334,698	334,698	
Equipment				
Total expenditures	<u>-</u>	<u>334,698</u>	<u>334,698</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 983,250</u>	<u>\$ (978,750)</u>	<u>\$ 4,500</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 339,198
Additional Authorized Cost	-
Revised Authorized Cost	\$ 339,198
Percentage Increase over Original Authorized Cost	0.00%
Percentage completion	98.67%
Original target completion date	
Revised target completion date	October 2015

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Roof Replacement: T. Schor Elementary School

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant		\$ 360,512	\$ 360,512	\$ 360,512
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		540,768	540,768	540,768
Total revenues	-	901,280	901,280	<u>\$ 901,280</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		35,924	35,924	
Equipment				
Total expenditures	-	35,924	35,924	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 865,356</u>	<u>\$ 865,356</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 901,280
Additional Authorized Cost	-
Revised Authorized Cost	\$ 901,280
Percentage Increase over Original Authorized Cost	0.00%
Percentage completion	3.99%
Original target completion date	
Revised target completion date	October 2015

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

High School Security & Locks

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 70,845		\$ 70,845	\$ 70,845
Total revenues	<u>70,845</u>	<u>-</u>	<u>70,845</u>	<u>\$ 70,845</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	42,840		42,840	
Equipment				
Total expenditures	<u>42,840</u>	<u>-</u>	<u>42,840</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 28,005</u>	<u>\$ -</u>	<u>\$ 28,005</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 70,845
Additional Authorized Cost	-
Revised Authorized Cost	\$ 70,845
Percentage Increase over Original Authorized Cost	0.00%
Percentage completion	60.47%
Original target completion date	
Revised target completion date	October 2015

Piscataway Township School District
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

High School HVAC

From Inception and for the year ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 48,719		\$ 48,719	\$ 48,719
Total revenues	<u>48,719</u>	<u>-</u>	<u>48,719</u>	<u>\$ 48,719</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		\$ 48,719	48,719	
Equipment				
Total expenditures	<u>-</u>	<u>48,719</u>	<u>48,719</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 48,719</u>	<u>\$ (48,719)</u>	<u>\$ -</u>	

Additional project information

Project number	N/A
Grant date	N/A
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 48,719
Additional Authorized Cost	-
Revised Authorized Cost	\$ 48,719
Percentage Increase over Original Authorized Cost	0.00%
Percentage completion	100.00%
Original target completion date	
Revised target completion date	Complete

Piscataway Township School District
Capital Projects Fund
Summary Schedule of Project Expenditures
(Budgetary Basis)

Issue/Project Title	Expenditures to Date			Transfer to Capital Reserve	Unexpended Balance
	Appropriations	Prior Years	Current Year		
Piscataway High School	\$ 250,000			\$ 250,000	
Miscellaneous	33,070			33,070	
Piscataway High School Marquee Sign	133,122			133,122	
Telecommunications System	16,957		\$ 16,957		
Classroom Expansion	1,711,113			1,711,113	
Security and Communications System Upgrade: Arbor	62,581		62,581		
Security and Communications System Upgrade: Conackamack	47,849		47,849		
Security and Communications System Upgrade: Eisenhower	61,693		61,693		
Security and Communications System Upgrade: Grandview	63,727		63,727		
Security and Communications System Upgrade: Knollwood	64,728		64,728		
Security and Communications System Upgrade: Martin Luther King	61,659		61,659		
Security and Communications System Upgrade: Randolphville	64,586		64,586		
Security and Communications System Upgrade: Quibbletown	50,331		50,331		
Security and Communications System Upgrade: T Schor	49,506		49,506		
Security and Communications System Upgrade: High School	334,754		334,754		
Security and Communications System Upgrade: Fellowship Farms	61,313		61,313		
Roof Replacement: Eisenhower	1,107,892		1,100,392		\$ 7,500
Roof Replacement: Grandview	339,198		334,698		4,500
Roof Replacement: T. Schor	901,280		35,924		865,356
High School Security & Locks	70,845	\$ 42,840			28,005
High School HVAC	48,719		48,719		
Miscellaneous	252,852			252,852	
	<u>\$ 5,787,775</u>	<u>\$ 42,840</u>	<u>\$ 2,459,417</u>	<u>\$ 2,380,157</u>	<u>\$ 905,361</u>

Fiduciary Funds

Piscataway Township School District
Trust and Agency Funds

Combining Statement of Fiduciary Net Position

Year ended June 30, 2015

	Trust			Agency			
	Private- Purpose Scholarship Funds	Unemployment Compensation	Total Trust	Student Activity	Bond and Interest	Payroll	Total Agency
Assets							
Cash and cash equivalents	\$ 19,334	\$ 1,748,010	\$ 1,767,344	\$ 385,508	\$ 51,360	\$ 28,317	\$ 465,185
Total assets	<u>19,334</u>	<u>1,748,010</u>	<u>1,767,344</u>	<u>\$ 385,508</u>	<u>\$ 51,360</u>	<u>\$ 28,317</u>	<u>\$ 465,185</u>
Liabilities							
Payroll deductions payable						\$ 28,317	\$ 28,317
Accounts payable					\$ 51,360		51,360
Due to student groups				\$ 385,508			385,508
Total liabilities				<u>\$ 385,508</u>	<u>\$ 51,360</u>	<u>\$ 28,317</u>	<u>\$ 465,185</u>
Net position							
Held in trust for unemployment claims		1,748,010	1,748,010				
Held in trust for scholarships	19,334		19,334				
Total net position	<u>\$ 19,334</u>	<u>\$ 1,748,010</u>	<u>\$ 1,767,344</u>				

Piscataway Township School District
Trust Funds

Combining Statement of Changes in Fiduciary Net Position

Year ended June 30, 2015

	Private- Purpose Scholarship Funds	Unemployment Compensation	Totals
Additions:			
Interest income	\$ 7		\$ 7
Contributions	509	\$ 141,633	142,142
Total additions	<u>516</u>	<u>141,633</u>	<u>142,149</u>
Deductions:			
Scholarship payments	5,300		5,300
Unemployment claims paid		185,404	185,404
Total deductions	<u>5,300</u>	<u>185,404</u>	<u>190,704</u>
Change in net position	(4,784)	(43,771)	(48,555)
Net position, beginning	24,118	1,791,781	1,815,899
Net position, ending	<u>\$ 19,334</u>	<u>\$ 1,748,010</u>	<u>\$1,767,344</u>

Piscataway Township School District
Student Activity Agency Fund

Statement of Cash Receipts and Cash Disbursements

Year ended June 30, 2015

	Balance		Cash		Balance
	July	Cash	Cash	Cash	June
	1, 2014	Receipts	Disbursements	Disbursements	30, 2015
Assets:					
Cash and cash equivalents					
Student Activity Fund	\$ 342,547	\$ 570,900	\$ 541,602	\$ 541,602	\$ 371,845
Athletic Fund	676	158,972	145,985	145,985	13,663
Total assets	\$ 343,223	\$ 729,872	\$ 687,587	\$ 687,587	\$ 385,508
Liabilities:					
Due to student groups					
Student Activity Fund	\$ 342,547	\$ 570,900	\$ 541,602	\$ 541,602	\$ 371,845
Athletic Fund	676	158,972	145,985	145,985	13,663
Total liabilities	\$ 343,223	\$ 729,872	\$ 687,587	\$ 687,587	\$ 385,508

Piscataway Township School District
Payroll Agency Fund

Statement of Cash Receipts and Cash Disbursements

Year ended June 30, 2015

	Balance July 1, 2014	Cash Receipts	Cash Disbursements	Balance June 30, 2015
Assets				
Cash and cash equivalents	\$ 43,924	\$ 71,376,073	\$ 71,391,680	\$ 28,317
Total assets	<u>\$ 43,924</u>	<u>\$ 71,376,073</u>	<u>\$ 71,391,680</u>	<u>\$ 28,317</u>
Liabilities				
Payroll deductions payable	\$ 43,924	\$ 71,376,073	\$ 71,391,680	\$ 28,317
Total liabilities	<u>\$ 43,924</u>	<u>\$ 71,376,073</u>	<u>\$ 71,391,680</u>	<u>\$ 28,317</u>

Piscataway Township School District
Bond and Interest Agency Fund

Statement of Cash Receipts and Cash Disbursements

Year ended June 30, 2015

	Balance		Balance
	July	Cash	June
	1, 2014	Receipts	30, 2015
	1, 2014	Receipts	30, 2015
Assets			
Cash and cash equivalents	\$ 51,360	\$ -	\$ 51,360
Total assets	<u>\$ 51,360</u>	<u>\$ -</u>	<u>\$ 51,360</u>
Liabilities			
Accounts payable	\$ 51,360	\$ -	\$ 51,360
Total liabilities	<u>\$ 51,360</u>	<u>\$ -</u>	<u>\$ 51,360</u>

Long-Term Debt

Piscataway Township School District
Long-Term Debt

Schedule of Serial Bonds Payable

June 30, 2015

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2014	Retired	Balance June 30, 2015
			Date	Amount				
Refunding Bonds	8/15/2011	\$ 27,280,000	8/15/2015	\$ 2,635,000	3.00	\$ 27,280,000	\$ 2,540,000	\$ 24,740,000
			8/15/2016	2,740,000	4.00			
			8/15/2017	2,875,000	4.00			
			8/15/2018	3,005,000	3.00 - 4.00			
			8/15/2019	3,145,000	3.00 - 5.00			
			8/15/2020	3,315,000	2.50 - 5.00			
			8/15/2021	3,450,000	2.75 - 5.00			
			8/15/2022	3,575,000	3.00 - 5.00			
						<u>\$ 27,280,000</u>	<u>\$ 2,540,000</u>	<u>\$ 24,740,000</u>

Piscataway Township School District
Long-Term Debt

Schedule of Obligations Under Capital Leases

Year ended June 30, 2015

Purpose	Interest Rate	Amount of Original Issue	Balance July 1, 2014	Retired	Balance June 30, 2015
Roof renovation and solar initiative	1.23%	\$ 8,185,000	\$ 4,967,650	\$ 1,635,704	\$ 3,331,946
			<u>\$ 4,967,650</u>	<u>\$ 1,635,704</u>	<u>\$ 3,331,946</u>

Piscataway Township School District
Debt Service Fund

Budgetary Comparison Schedule

Year ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
Local sources:					
Local tax levy	\$ 3,541,625		\$ 3,541,625	\$ 3,541,625	
Total revenues	<u>3,541,625</u>		<u>3,541,625</u>	<u>3,541,625</u>	
Expenditures:					
Principal on bonds	2,540,000		2,540,000	2,540,000	
Interest on bonds	1,001,625		1,001,625	1,001,625	
Total expenditures	<u>3,541,625</u>		<u>3,541,625</u>	<u>3,541,625</u>	
Excess of revenues over expenditures	-		-	-	-
Fund balance, July 1	33,120		33,120	33,120	-
Fund balance, June 30	<u>\$ 33,120</u>	<u>\$ -</u>	<u>\$ 33,120</u>	<u>\$ 33,120</u>	<u>\$ -</u>

Statistical Section

**Statistical Section
Unaudited**

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

Operating Information

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

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

Piscataway Township School District
 Net Position by Component
 Last Ten Fiscal Years

(accrual basis of accounting)
 Unaudited

	June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	\$ 25,311,463	\$ 26,327,461	\$ 25,354,321	\$ 28,228,426	\$ 28,198,700	\$ 31,456,738	\$ 32,762,787	\$ 39,725,755	\$ 39,279,317	\$ 43,578,893
Restricted	311,620	709,752	6,754,646	6,708,590	7,321,081	9,179,425	8,288,243	9,150,815	14,489,314	13,624,731
Unrestricted (deficit)	5,308,506	4,978,055	2,912,403	254,420	367,286	1,425,411	1,697,656	1,471,112	(34,485)	(29,739,991)
Total governmental activities net position	\$ 30,931,589	\$ 32,015,268	\$ 35,021,370	\$ 35,191,436	\$ 35,887,067	\$ 42,061,574	\$ 42,748,686	\$ 50,347,682	\$ 53,734,146	\$ 27,463,633
Business-type activities										
Net investment in capital assets	\$ 4,010	\$ 82,729	\$ 292,998	\$ 547,443	\$ 442,029	\$ 291,576	\$ 161,558	\$ 104,945	\$ 197,740	\$ 349,293
Unrestricted	1,294,893	1,286,990	1,422,198	1,029,583	886,660	898,181	1,450,891	1,992,178	3,123,809	3,838,372
Total business-type activities net position	\$ 1,298,903	\$ 1,369,719	\$ 1,715,196	\$ 1,577,026	\$ 1,328,689	\$ 1,189,757	\$ 1,612,449	\$ 2,097,123	\$ 3,321,549	\$ 4,187,665
District-wide										
Net investment in capital assets	\$ 25,315,473	\$ 26,410,190	\$ 25,647,319	\$ 28,775,869	\$ 28,640,729	\$ 31,748,314	\$ 32,924,345	\$ 39,830,700	\$ 39,477,057	\$ 43,928,186
Restricted	311,620	709,752	6,754,646	6,708,590	7,321,081	9,179,425	8,288,243	9,150,815	14,489,314	13,624,731
Unrestricted (deficit)	6,603,399	6,265,045	4,334,601	1,284,003	1,253,946	2,323,592	3,148,547	3,463,290	3,089,324	(25,901,619)
Total district net position	\$ 32,230,492	\$ 33,384,987	\$ 36,736,566	\$ 36,768,462	\$ 37,215,756	\$ 43,251,331	\$ 44,361,135	\$ 52,444,805	\$ 57,055,695	\$ 31,651,298

Source: CAFR Schedule A-1 and District records.

Note: The significant increases in 2006 and 2013 in governmental activities net position, net investment in capital assets is the result of the increase in construction in progress for ongoing capital projects.

Notes: GASB 63 was implemented in the 2013 fiscal year, which required the reclassification of balances previously reported as net assets to net position.

GASB 68 was implemented during the 2015 fiscal year, which required the restatement of beginning net position in the amount of \$31,810,285. This amount is not reflected in the June 30, 2014 Net Position, above.

Piscataway Township School District
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities										
Instruction	\$ 55,459,117	\$ 59,400,182	\$ 61,894,769	\$ 61,489,998	\$ 64,923,571	\$ 62,003,904	\$ 66,804,688	\$ 65,703,718	\$ 68,779,098	\$ 77,321,991
Support services:										
Attendance/social work	300,961	306,879	315,266	319,532	324,692	297,257	389,456	386,990	386,649	413,128
Health services	917,422	1,067,890	1,074,657	1,013,238	1,054,626	1,115,912	1,238,077	1,107,455	1,130,834	1,364,664
Other support services	8,403,480	10,873,493	9,250,602	9,660,503	10,862,999	9,878,738	11,044,283	10,592,024	11,073,440	12,502,593
Improvement of instruction	2,901,440	1,952,031	2,326,889	2,390,790	2,233,277	1,975,003	2,028,433	1,727,319	2,443,075	2,859,447
Instructional staff training	123,928	61,077	60,300	65,927	61,077	19,428	34,678	23,696	28,802	40,621
School library	1,434,389	1,434,389	1,526,548	1,594,549	1,612,189	920,202	925,383	940,495	795,653	847,588
General administration	2,355,258	2,619,870	2,407,772	2,386,218	2,088,025	2,683,997	2,391,803	2,210,487	1,750,525	2,128,147
School administration	4,367,042	4,678,616	4,931,455	4,899,527	4,680,188	4,682,524	4,483,429	4,439,586	4,470,236	5,132,407
Central Services	1,353,965	1,360,990	1,429,887	1,343,970	1,463,236	1,127,166	1,254,387	1,317,758	1,320,438	1,638,402
Administrative Information Technology	1,246,541	1,190,770	1,247,813	1,207,336	1,283,976	1,431,893	1,574,406	1,524,346	1,524,346	1,984,493
Required maintenance	2,089,089	2,089,089	1,699,535	2,451,371	1,868,401	1,889,585	1,762,444	1,756,368	1,756,368	1,918,405
Operation of plant	8,287,775	8,409,401	9,782,534	9,313,674	9,274,611	9,539,065	9,178,457	8,734,717	9,762,472	10,519,322
Business and other support services and benefits	4,073,990	4,454,583	4,425,988	5,107,523	5,665,244	5,420,574	5,340,028	5,373,680	5,382,896	6,602,215
Capital outlay	40,692	289,104	24,638	19,818	13,240	62,234	66,686	125,255	260,360	197,860
Change in debt	81,751	56,951	24,638	19,818	13,240	62,234	66,686	125,255	260,360	197,860
Interest on debt	1,202,440	1,646,986	1,604,938	1,554,363	1,497,261	1,427,261	1,220,708	1,154,735	1,245,698	950,025
Total governmental activities	94,296,679	101,603,439	104,223,011	107,013,960	108,499,295	102,651,016	109,424,628	107,283,086	111,938,990	123,733,446
Business-type activities:										
Food service	2,095,516	1,876,866	2,148,461	2,300,060	2,912,286	2,983,876	3,056,902	2,946,234	3,324,079	3,137,286
Adult and Community Education	1,734,096	1,295,231	1,815,906	2,053,785	2,700,793	3,104,067	3,236,949	3,487,640	3,686,829	4,401,421
Total business-type activities expense	3,829,612	3,172,097	3,964,367	4,353,845	5,613,079	6,087,943	6,293,851	6,433,874	7,010,908	7,538,708
Total district expenses	\$ 98,126,291	\$ 105,275,536	\$ 108,187,378	\$ 111,371,805	\$ 114,112,674	\$ 108,738,959	\$ 115,717,879	\$ 113,716,960	\$ 118,949,898	\$ 131,272,154
Program Revenues										
Governmental activities:										
Charges for services - tuition and transportation	\$ 231,569	\$ 270,250	\$ 288,655	\$ 645,087	\$ 953,713	\$ 880,416	\$ 944,938	\$ 866,718	\$ 768,339	\$ 643,757
Operating grants and contributions	3,711,035	3,998,011	4,062,102	3,968,871	4,781,715	4,902,770	3,959,376	4,029,949	3,708,584	3,764,771
Capital grants and contributions	10,124,242	894,311	582,467	503,816	380,160	1,480,037	659,323	483,203	3,708,584	986,815
Total governmental activities program revenues	14,065,846	5,162,572	4,933,224	5,117,774	6,115,588	7,263,223	5,599,637	5,381,870	4,476,923	5,395,343
Business-type activities:										
Charges for services:										
Food service	1,477,780	1,357,080	1,267,469	1,473,155	1,688,316	1,778,428	1,745,808	1,526,259	1,460,187	1,293,675
Adult and Community Education	1,782,290	2,153,088	2,341,553	2,286,935	2,678,132	2,963,287	3,551,969	4,086,372	4,599,284	5,298,893
Operating grants and contributions	663,811	638,274	711,134	889,050	1,120,706	1,170,997	1,266,860	1,304,917	1,402,461	1,340,201
Capital grants and contributions	103,163	103,163	103,163	103,163	103,163	103,163	103,163	103,163	103,163	103,163
Total business-type activities program revenues	3,927,044	4,251,605	4,323,119	4,649,140	5,482,174	5,912,712	6,564,057	6,918,548	7,701,932	7,932,769
Total district program revenues	\$ 17,992,890	\$ 9,414,177	\$ 9,256,343	\$ 9,766,914	\$ 11,602,762	\$ 13,175,935	\$ 12,163,694	\$ 12,300,418	\$ 12,178,855	\$ 13,328,112
Net (Expense)/Revenue										
Governmental activities	\$ (80,894,033)	\$ (96,440,667)	\$ (99,299,787)	\$ (101,896,186)	\$ (102,384,007)	\$ (95,387,793)	\$ (103,824,991)	\$ (101,903,216)	\$ (107,462,067)	\$ (120,338,083)
Business-type activities	94,269	579,588	355,789	293,795	(125,231)	1,752,231	270,806	691,074	3,708,584	394,061
Total district-wide net expense	\$ (80,799,764)	\$ (95,861,079)	\$ (98,943,998)	\$ (101,602,891)	\$ (102,509,238)	\$ (93,635,562)	\$ (103,554,185)	\$ (101,212,142)	\$ (103,753,483)	\$ (119,944,022)

Piscataway Township School District
 Changes in Net Position
 Last Ten Fiscal Years
 (on a basis of accounting)
 Unaudited

	Year Ended June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes	\$ 67,951,106	\$ 69,658,719	\$ 74,286,825	\$ 75,955,122	\$ 75,955,122	\$ 77,398,270	\$ 78,946,236	\$ 79,851,482	\$ 81,648,512	\$ 83,790,619
Taxes levied for debt service	2,942,936	3,380,230	3,085,764	3,107,584	3,073,095	3,165,921	2,682,684	3,454,719	3,468,813	3,541,625
Unrestricted grants and contributions	20,382,909	22,630,305	23,895,800	22,177,029	23,492,650	20,283,429	22,402,736	25,644,335	25,641,495	37,613,620
Investment earnings	882,451	908,953	593,604	230,349	116,259	48,820	12,733	18,898		
Miscellaneous income	290,729	346,159	343,896	129,318	492,512	697,370	617,694	534,778	897,111	931,991
Transfers		600,000	100,000	471,850	150,000	(31,510)	(150,000)			
Premiums on bond issuances										
Total governmental activities	92,450,131	97,324,346	102,305,889	102,066,252	103,079,638	101,562,309	104,512,103	109,502,212	110,848,531	123,877,855
Business-type activities:										
Investment earnings	51,656	89,800	76,188	21,880	18,655	4,789	1,886		533,402	472,055
Miscellaneous income		1,508	13,500	18,505	8,913					
Transfers		(600,000)	(100,000)	(471,850)	(150,000)	31,510	150,000			
Total business-type activities	51,656	(508,692)	(100,312)	(431,465)	(122,432)	36,299	151,886		533,402	472,055
Total district-wide	\$ 92,401,787	\$ 97,015,654	\$ 102,295,577	\$ 101,634,787	\$ 102,957,206	\$ 101,598,599	\$ 104,663,989	\$ 109,502,212	\$ 111,381,933	\$ 126,349,910
Change in Net Position										
Governmental activities	\$ 11,556,098	\$ 1,083,679	\$ 3,006,102	\$ 170,066	\$ 695,631	\$ 6,174,307	\$ 687,112	\$ 7,598,996	\$ 3,386,464	\$ 5,539,772
Business-type activities	145,925	70,816	345,477	(138,170)	(248,337)	(138,652)	422,692	484,674	1,224,426	856,116
Total district	\$ 11,702,023	\$ 1,154,495	\$ 3,351,579	\$ 31,896	\$ 447,294	\$ 6,035,655	\$ 1,109,804	\$ 8,083,670	\$ 4,610,890	\$ 6,405,888

Source: CAFR Schedule A-2 and District records.

Note: GASB 63 was implemented in the 2013 fiscal year, which required the recastification of balances previously reported as net assets to net position.

Piscataway Township School District
Fund Balances - Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)
Unaudited

	June 30									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	\$ 447,677	\$ 219,612	\$ 3,214,999	\$ 1,647,221	\$ 758,931					
Restricted						\$ 189,286	\$ 189,286	\$ 2,855,345	\$ 7,963,374	\$ 13,070,314
Assigned						3,149,897	2,973,382	3,226,887	1,578,004	840,473
Unreserved	7,435,934	7,402,393	3,587,616	2,835,976	2,587,914					
Unassigned						496,763	1,074,418	467,339	798,369	630,402
Total general fund	<u>\$ 7,883,611</u>	<u>\$ 7,622,005</u>	<u>\$ 6,802,615</u>	<u>\$ 4,483,197</u>	<u>\$ 3,346,845</u>	<u>\$ 3,835,946</u>	<u>\$ 4,237,086</u>	<u>\$ 6,549,571</u>	<u>\$ 10,339,747</u>	<u>\$ 14,541,189</u>
All Other Governmental Funds										
Reserved reported in:										
Capital projects fund					\$ 2,360,045					
Restricted reported in:										
Capital projects fund						\$ 4,169,643	\$ 12,117,881	\$ 7,195,591	\$ 3,866,408	\$ 554,417
Debt service fund						822	33,120	33,120	33,120	33,120
Unreserved (deficit), reported in:										
Special revenue fund	\$ (22,144)	\$ (22,144)	\$ (22,144)	\$ (44,220)	(44,220)					
Capital projects fund	2,491,248	2,853,342	3,220,044	3,984,655	2,128,496					
Debt service fund	311,620	315,177	17,958	18,854	821					
Unassigned (deficit), reported in:										
Special revenue fund						(44,220)	(44,220)	(44,220)	(44,220)	(44,220)
Total all other governmental funds	<u>\$ 2,780,724</u>	<u>\$ 3,146,375</u>	<u>\$ 3,215,858</u>	<u>\$ 3,959,289</u>	<u>\$ 4,445,142</u>	<u>\$ 4,126,245</u>	<u>\$ 12,106,781</u>	<u>\$ 7,184,491</u>	<u>\$ 3,855,308</u>	<u>\$ 543,317</u>

Source: CAFR Schedule B-1 and District records.

Note 1: GASB #54 was implemented in the 2011 fiscal year, which required the presentations of fund balances to be reported in different classifications from those presented in prior years. Prior years have not been restated above and are not required to be.

Note 2: The deficits in the special revenue fund are the result of the last state aid payments being deferred until the subsequent fiscal year. See notes to the basic financial statements for additional information.

Piscataway Township School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)
Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Local sources:										
Local tax levy	70,894,042	73,038,949	77,372,589	79,052,706	79,038,217	80,564,191	81,628,930	83,306,201	85,117,325	87,332,244
Transfer-in	233,369	270,250	279,207	448,668	549,957	543,042	275,071	274,235	363,671	430,354
Transportation				8,948	199,419	337,374	609,867	592,483	404,668	213,203
Tuition charges	882,451	890,223	569,943	213,309	116,259	488,920	12,753	18,898	214,095	481,673
Investment income	321,029	413,031	378,255	702,036	701,614	825,031	973,400	649,013	86,099,759	88,457,674
Miscellaneous	71,330,891	74,612,453	78,610,143	80,623,138	80,959,803	82,318,438	83,560,011	84,840,830	86,099,759	88,457,674
Total local sources	32,025,252	25,141,723	26,223,264	23,319,746	22,846,261	22,072,190	23,670,800	26,886,948	26,333,181	28,306,728
State sources	2,162,684	2,314,212	2,272,045	2,754,252	4,395,162	4,466,385	3,090,929	3,136,304	2,892,514	2,873,396
Federal sources										
Other										
Total revenue	106,518,777	102,668,388	107,105,452	106,697,136	109,045,226	108,857,033	110,261,740	114,884,082	115,325,354	119,637,798
Expenditures										
Current										
Instruction	39,416,298	39,990,652	41,780,275	43,797,786	44,836,130	44,231,144	44,953,844	46,440,754	47,820,196	48,416,513
Instruction - current										
Instruction	2,749,121	2,941,038	3,020,221	3,119,400	3,195,680	1,625,882	1,502,034	1,211,916	1,306,489	1,155,472
Attendance/social work	220,782	211,273	216,115	228,959	226,171	212,657	229,050	221,308	264,650	251,914
Health services	673,225	738,186	718,726	743,851	743,851	802,596	822,246	751,384	783,103	853,352
User support services	6,533,932	6,750,905	6,879,780	7,399,697	7,923,643	7,675,183	8,143,728	7,967,371	8,314,309	8,333,411
Undistributed										
Improvement of instruction	2,335,357	1,405,313	1,925,996	1,798,976	1,677,111	1,518,930	1,688,180	1,432,142	1,746,766	1,850,147
Education media library	1,118,977	996,356	1,097,120	1,163,188	1,136,118	664,947	654,332	600,020	533,788	521,027
Classroom materials	16,755	16,755	16,755	16,755	16,755	16,755	16,755	16,755	16,755	16,755
General administration	2,099,288	2,274,157	2,054,300	2,370,086	1,811,477	1,826,894	2,070,356	1,936,132	1,562,791	1,729,765
School administration	3,203,084	3,443,050	3,445,413	3,524,132	3,265,926	2,915,925	3,070,227	3,132,792	3,092,143	3,154,443
Central services	1,031,378	897,882	1,017,638	964,870	941,708	817,130	869,824	973,106	949,034	1,088,981
Administrative information technology	971,816	878,921	943,677	955,640	943,780	1,065,370	1,105,734	1,105,734	996,954	1,089,244
Maintenance of plant services	880,381	1,716,689	1,347,982	1,945,438	1,450,059	1,297,572	1,333,486	1,534,453	1,254,364	1,475,018
Operation of plant	7,245,788	6,759,705	8,025,537	7,634,655	7,715,179	7,780,772	7,376,281	9,184,254	10,358,466	10,418,892
Student transportation	3,941,755	4,332,277	4,290,302	4,599,036	5,414,707	5,299,381	5,134,486	5,365,664	5,384,713	5,542,180
Unallocated benefits	11,236,136	12,186,918	12,926,118	14,390,785	18,028,030	16,998,903	17,453,199	14,255,809	15,923,313	17,038,018
On-behalf TPAF social security and pension contributions	7,522,370	9,824,803	10,167,913	6,174,521	6,414,494	6,393,770	7,702,707	9,561,537	8,623,799	9,659,124
Charter schools	81,751	56,951	24,638	12,818	13,240	62,234	66,686	125,255	260,360	197,860
Community services										
Capital outlay	33,038,049	3,407,707	3,110,865	4,655,188	2,050,730	4,702,774	2,806,085	8,107,493	3,344,076	2,474,029
Debt Service:										
Principal	1,760,000	1,800,000	1,855,000	1,615,000	1,630,000	1,750,000	1,290,000	2,270,000	2,380,000	2,540,000
Interest	1,738,144	1,683,370	1,633,451	1,578,344	1,528,145	1,457,504	1,260,385	1,184,719	1,088,813	1,001,625
Bond refundance costs										
Total expenditures	128,015,867	102,244,345	106,432,199	108,744,973	109,845,725	109,015,340	109,708,799	117,493,887	116,035,885	118,748,347
(Deficiency) excess of revenues (under) over expenditures	(21,497,090)	(175,957)	653,253	(2,047,837)	(800,499)	(158,307)	553,441	(2,609,805)	(710,431)	889,451
Other financing sources (uses)										
Bonds issued										
Premium on issuances										
Premium to escrow agent										
Capital lease										
Transfers in	1,666,091	2,384,021	2,447,914	3,371,956	2,149,772	2,130,879	2,012,389	2,700,439	1,171,550	2,920,930
Transfers out	(1,666,091)	(2,304,019)	(3,851,074)	(2,900,106)	(1,999,772)	(2,162,389)	(2,162,389)	(2,700,439)	(1,171,550)	(2,920,930)
Total other financing sources (uses)										
Net change in fund balances	(21,497,090)	104,045	(749,907)	(1,575,987)	(650,499)	(189,817)	874,169	(2,609,805)	460,993	889,451
Fund balance, June 30	32,161,425	10,664,335	10,768,380	10,018,473	8,442,486	7,791,987	7,602,170	16,343,867	13,734,062	14,195,055
Fund balance, June 30	10,664,335	10,768,380	10,018,473	8,442,486	7,791,987	7,602,170	16,343,867	13,734,062	14,195,055	15,084,506
Debt service as a percentage of noncapital expenditures	3.68%	3.53%	3.38%	3.07%	2.93%	3.07%	2.39%	3.16%	3.08%	3.03%

Note: Noncapital expenditures are total expenditures less capital outlay.
Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.
Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

Source: District records

Piscataway Township School District
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years

(modified accrual basis of accounting)
 Unaudited

Year Ended June 30,	Insurance Proceeds	Tuition	Interest on Investments	Rentals	Prior Year Refunds	Rebates	Miscellaneous	Transportation Fees	Annual Totals
2006			\$ 264,075	\$ 24,759	\$ 44,971		\$ 220,999	\$ 233,369	\$ 788,173
2007	\$ 2,411		659,115	5,500	132,221	\$ 103,429	99,021	270,250	1,271,947
2008		\$ 8,948	522,029	200	148,939		10,824	279,707	970,647
2009		199,419	175,802		129,318			445,668	950,207
2010		403,756	92,621				492,512	549,957	1,538,846
2011		337,374	36,431		77,416		619,954	543,042	1,614,217
2012		669,867	8,724		187,355		430,339	275,071	1,571,356
2013		592,483	18,459				534,778	274,235	1,419,955
2014		404,668					89,585	363,671	857,924
2015		213,203					335,391	430,554	979,148

Source: District records

Piscataway Township School District
 Assessed Value and Actual Value of Taxable Property
 Last Ten Fiscal Years

Unaudited

Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value*	Tax Exempt Property	Public Utilities ^a	Net Valuation Taxable*	Total Direct School Tax Rate ^b
2006	\$ 33,209,800	\$ 1,410,123,900	\$ 3,792,900	\$ 216,900	\$ 169,827,900	\$ 520,566,300	\$ 110,431,000	\$ 2,248,168,700	\$ 807,878,100	\$ 7,916,010	\$ 2,256,084,710	\$ 3.190
2007	30,884,600	1,422,113,800	3,781,600	216,900	165,210,800	509,869,700	96,492,600	2,228,570,000	839,216,100	7,446,835	2,236,016,835	3.365
2008	31,227,300	1,441,450,200	3,575,200	202,600	165,284,100	488,495,900	96,492,600	2,226,727,900	839,736,400	7,652,141	2,234,380,041	3.460
2009	34,668,700	1,447,655,600	3,273,800	160,200	161,932,300	449,835,500	93,946,900	2,191,473,000	840,942,900	7,361,671	2,198,834,671	3.595
2010	33,990,800	1,449,086,300	2,140,000	191,500	159,999,200	482,765,600	93,897,600	2,222,071,000	826,325,500	7,355,267	2,229,034,487	3.579
2011	32,197,500	1,451,405,950	1,609,000	150,900	149,871,900	458,436,700	99,063,300	2,192,735,250	827,893,100	7,362,448	2,198,116,829	3.690
2012	32,052,300	1,452,762,350	1,609,000	143,600	144,429,300	505,954,300	102,411,800	2,239,362,650	831,641,000	5,420,232	2,244,782,882	3.679
2013	32,008,000	1,477,940,450	1,447,300	143,600	140,251,800	483,830,900	106,538,200	2,242,160,250	699,603,890	4,808,948	2,246,969,198	3.744
2014	79,560,000	3,695,816,700	3,374,600	129,200	423,632,000	1,577,331,100	345,925,300	6,125,768,900	1,324,183,000	15,153,892	6,140,922,792	1.405
2015	85,606,900	3,722,461,100	2,286,500	93,500	442,449,200	1,536,938,600	346,285,500	6,136,121,300	1,336,250,000	18,525,988	6,154,647,288	1.438

Source: District records, Tax list summary & Municipal Tax Assessor & Collector, abstract of ratables, County Board of Taxation.

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

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

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

b Tax rates are per \$100

* Revaluation was performed during 2014.

Piscataway Township School District
 Property Tax Rates-Direct and Overlapping Governments
 Last Ten Fiscal Years
 (rate per \$100 of assessed value)

Unaudited

Year Ended June 30,	Piscataway Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	(From J-6) Total Direct School Tax Rate	Piscataway Township	Middlesex County	
2006	\$ 3.06	\$ 0.13	\$ 3.19	\$ 1.07	\$ 0.76	\$ 5.02
2007	3.23	0.14	3.37	1.34	0.83	5.54
2008	3.32	0.14	3.46	1.41	0.78	5.65
2009	3.45	0.14	3.59	1.49	0.82	5.90
2010	3.43	0.15	3.58	1.50	0.91	5.98
2011	3.54	0.15	3.69	1.53	0.90	6.31
2012	3.52	0.16	3.68	1.67	0.96	6.31
2013	3.61	0.14	3.74	1.85	1.05	6.63
2014	1.35	0.06	1.41	0.71	0.39	2.51
2015	1.38	0.06	1.44	0.73	0.40	2.58

Source: District Records and Municipal Tax Collector.

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
 b Rates for debt service are based on each year's requirements.

* Revaluation was performed during 2014.

Piscataway Township School District
Principal Property Tax Payers
Current Year and Nine Years Ago

Unaudited

	2015		2006	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Digital Piscataway, LLC	\$ 260,090,000	4.23%		
Corporate Park Associates	133,000,000	2.16%		
Whale Ventures, LLC	131,381,000	2.13%		
Centennial Square, LLC	58,914,500	0.96%		
Home Properties Pleasant View, LLC	55,688,000	0.90%		
Ericsson Inc.	54,945,000	0.89%		
Colgate Palmolive Co.	49,009,100	0.80%		
HY2 Knightsbridge LLC	48,220,000	0.78%		
Royal Gardens c/o Home Prop-NY	47,612,300	0.77%		
Aspen Court Ventures LLC	41,600,200	0.68%		
Taxpayer 1			\$ 49,792,000	2.21%
Taxpayer 2			42,750,000	1.90%
Taxpayer 3			33,422,400	1.49%
Taxpayer 4			26,161,400	1.16%
Taxpayer 5			23,411,800	1.04%
Taxpayer 6			19,053,200	0.85%
Taxpayer 7			15,592,200	0.69%
Taxpayer 8			11,642,500	0.52%
Taxpayer 9			11,600,300	0.52%
Taxpayer 10			10,350,000	0.46%
Total	<u>\$ 880,460,100</u>	<u>7.92%</u>	<u>\$ 243,775,800</u>	<u>10.84%</u>

Source: District CAFR & Piscataway Municipal Tax Assessor.

Piscataway Township School District
Property Tax Levies and Collections
Last Ten Fiscal Years

Unaudited

Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$ 70,894,042	\$ 64,986,205	91.67%	5,907,837	\$ 70,894,042	100.00%
2007	73,038,949	73,038,949	100.00%		73,038,949	100.00%
2008	77,372,589	77,372,589	100.00%		77,372,589	100.00%
2009	79,062,706	79,062,706	100.00%		79,062,706	100.00%
2010	79,028,217	79,028,217	100.00%		79,028,217	100.00%
2011	80,564,191	80,564,191	100.00%		80,564,191	100.00%
2012	81,628,920	81,628,920	100.00%		81,628,920	100.00%
2013	83,306,201	83,306,201	100.00%		83,306,201	100.00%
2014	85,117,325	85,117,325	100.00%		85,117,325	100.00%
2015	87,332,244	87,332,244	100.00%		87,332,244	100.00%

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

School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the amount certified prior to the end of the school year. The Township a did not turn over the last payment to the school district in 2006 until July of 2006.

Piscataway Township School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Unaudited

Governmental Activities						
Year Ended June 30,	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Total District	Percentage of Personal Income ^a	Per Capita ^a
2006	\$ 35,187,000	\$ 6,710,000	\$ 889,597	\$ 42,786,597	1.66%	\$ 823
2007	35,022,000	5,075,000	179,597	40,276,597	1.55%	764
2008	34,847,000	3,395,000		38,242,000	1.64%	736
2009	34,662,000	1,965,000		36,627,000	1.48%	702
2010	34,152,000	845,000		34,997,000	1.36%	668
2011	33,247,000			33,247,000	1.25%	593
2012	31,930,000		8,185,000	40,115,000	1.48%	716
2013	29,660,000		6,583,501	36,243,501	1.25%	628
2014	27,280,000		4,967,650	32,247,650	1.07%	551
2015	24,740,000		3,331,946	28,071,946	0.91%	476

Source: District CAFR Schedules I-1, I-2 and District records.

Note: Details regarding the District's outstanding debt can be found in Note 5 to the basic financial statements.

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

Piscataway Township School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Unaudited

Year Ended June 30,	General Bonded Debt Outstanding					
	General Obligation Bonds	Net Unamortized Premium and Deferred Interest Costs	Resources Restricted for Repayment of Debt	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2006	\$ 35,187,000		\$ 311,620	\$ 34,875,380	1.55%	\$ 671
2007	35,022,000		315,177	34,706,823	1.56%	668
2008	34,847,000		17,958	34,829,042	1.56%	670
2009	34,662,000		18,854	34,643,146	1.58%	664
2010	34,152,000		821	34,151,179	1.54%	652
2011	33,247,000		822	33,246,178	1.52%	592
2012	31,930,000	\$ 165,917	33,120	32,062,797	1.43%	564
2013	29,660,000	149,530	33,120	29,776,410	1.33%	516
2014	27,280,000	133,143	33,120	27,380,023	0.45%	468
2015	24,740,000	116,756	33,120	24,823,636	0.40%	421

Source:

a See J-6 for property tax data.

b Population data can be found in J-14.

Note: Details regarding the District's outstanding debt can be found in note 5 to the basic financial statements.

Piscataway Township School District
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2015

Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Piscataway	\$ 53,413,000	100.000%	\$ 53,413,000
Middlesex County General Obligation Debt - Township's share	578,120,091	6.514%	<u>37,657,182</u>
Subtotal, overlapping debt			91,070,182
Piscataway School District Direct Debt			<u>24,823,636</u>
Total direct and overlapping debt			<u>\$ 115,893,818</u>

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

Piscataway Township School District
 Legal Debt Margin Information
 Last Ten Fiscal Years

Unaudited

Legal Debt Margin Calculation for Fiscal Year 2015

Equalized valuation basis		2013	\$	6,203,124,488
		2014		6,140,922,792
		2015		6,154,647,288
		[A]	\$	<u>18,498,694,568</u>
Average equalized valuation of taxable property		[A/3]	\$	6,166,231,523
Debt limit (4 % of average equalization value)		[B]		246,649,261 a
Total Net Debt Applicable to Limit		[C]		<u>24,823,636</u>
Legal debt margin		[B-C]	\$	<u>221,825,625</u>

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	\$ 201,530,820	\$ 230,862,953	\$ 252,439,052	\$ 266,913,133	\$ 273,165,650	\$ 270,285,462	\$ 254,428,781	\$ 249,064,535	\$ 248,933,772	\$ 246,649,261
Total net debt applicable to limit	<u>41,897,000</u>	<u>40,097,000</u>	<u>38,242,000</u>	<u>34,662,000</u>	<u>34,152,000</u>	<u>33,247,000</u>	<u>31,930,000</u>	<u>36,359,911</u>	<u>32,247,650</u>	<u>24,823,636</u>
Legal debt margin	<u>\$ 159,633,820</u>	<u>\$ 190,765,953</u>	<u>\$ 214,197,052</u>	<u>\$ 232,251,133</u>	<u>\$ 239,013,650</u>	<u>\$ 237,038,462</u>	<u>\$ 222,498,781</u>	<u>\$ 212,704,624</u>	<u>\$ 216,686,122</u>	<u>\$ 221,825,625</u>
Total net debt applicable to the limit as a percentage of debt limit	20.79%	17.37%	15.15%	12.99%	12.50%	12.30%	12.55%	14.60%	12.95%	10.06%

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

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

Piscataway Township School District
Demographic and Economic Statistics
Last Ten Fiscal Years

Unaudited

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2006	51,961	\$ 2,102,238,138	\$ 40,458	4.20%
2007	51,941	2,167,238,225	41,725	3.70%
2008	51,993	2,329,598,358	44,806	4.90%
2009	52,155	2,471,416,830	47,386	8.40%
2010	52,390	2,567,476,730	49,007	8.20%
2011	56,112	2,650,450,320	47,235	8.30%
2012	56,840	2,705,470,320	47,598	8.20%
2013	57,751	2,902,969,517	50,267	6.60%
2014	58,520	3,027,239,600	51,730	5.10%
2015	58,982	3,084,227,762	52,291	5.20%

Source:

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

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

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

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

Piscataway Township School District
Principal Employers
Current Year and Nine Years Ago

Unaudited

Employer	2015			2006*		
	# of Employees/ Employee Size Range	Rank [Optional]	Percentage of Total Municipal Employment	# of Employees/ Employee Size Range	Rank [Optional]	Percentage of Total Municipal Employment
University of Medicine and Dentistry	11,000		38.49%			
GE Healthcare	3,855-4,000		13.49%			
Telcordia	2,500-2,520		8.75%			
Piscataway Township Schools	1,460-1,470		5.11%			
Colgate-Palmolive Research Center	1,200		4.20%			
Institute Electrical & Electronics	1,118		3.91%			
Johnson & Johnson Health Care	500-999		1.75%			
L'Oreal USA Inc.	500-999		1.75%			
Siemens Hearing Instruments	400-420		1.40%			
Pepsi Cola Bottling Co.	370-380		1.29%			
Township of Piscataway, Municipal	350-400		1.22%			
Chanel Inc.	250-499		0.87%			
Qualcare Inc.	250-499		0.87%			
American Standard Co. Inc.	260-270		0.91%			
Subex Technologies Inc.	250-499		0.87%			
Walmart	220-230		0.77%			
Shop Rite Supermarket	215-220		0.75%			
Easy Link Service Corp.	110-260		0.38%			

Source: Township of Piscataway

*2006 information was not available for the Township of Piscataway.

Piscataway Township School District
 Full-time Equivalent District Employees by Function/Program
 Last Ten Fiscal Years

Unaudited

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instruction										
Instruction	587.5	595.5	581.8	601.5	613.0	620.0	626.0	621.0	625.0	617.5
Support Services:										
Attendance/social work	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.5
Health services	12.0	12.0	14.0	13.0	13.0	13.0	13.0	11.0	14.0	14.0
Other support services	39.0	39.0	39.0	39.0	35.0	35.0	35.0	45.0	37.0	40.0
Child study team	30.0	30.0	32.0	34.0	37.0	37.0	37.0	39.0	33.0	31.0
Improvement of instruction	16.0	16.0	14.6	14.6	14.6	14.6	14.6	14.6	15.0	14.5
School library	24.0	24.0	24.7	24.7	18.7	18.7	18.7	10.0	16.0	9.7
General administration	4.0	4.0	6.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
School administration	41.0	41.0	41.0	41.0	40.0	40.0	40.0	40.0	41.0	41.0
Operations and maintenance	77.0	77.0	73.0	73.0	61.0	61.0	61.0	64.0	67.0	76.5
Student transportation	3.0	2.0	2.0	47.0	53.0	32.0	34.0	34.0	34.0	34.0
Other support services - administrative and professional	29.0	29.0	29.0	29.0	25.0	25.0	25.0	25.0	22.0	30.0
Total	<u>866.5</u>	<u>873.5</u>	<u>861.1</u>	<u>925.8</u>	<u>919.3</u>	<u>905.3</u>	<u>913.3</u>	<u>912.6</u>	<u>913.0</u>	<u>917.7</u>

Source: District Personnel Records

Piscataway Township School District
 Operating Statistics
 Last Ten Fiscal Years

Unaudited

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio				Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Intermediate	Middle	High School				
2006	6,877	\$ 91,479,674	\$ 13,302	7.44%	574	1:13	1:12	1:11	1:13	6,884	6,566	1.04%	95.38%
2007	6,904	96,475,645	13,973	5.04%	579	1:13	1:12	1:11	1:13	6,904	6,507	0.29%	94.25%
2008	6,975	99,852,883	14,316	2.45%	583	1:13	1:12	1:11	1:13	7,164	6,785	3.77%	94.71%
2009	7,049	100,896,441	14,314	-0.02%	620	1:13	1:12	1:11	1:13	7,199	6,893	0.49%	95.75%
2010	7,269	104,276,829	14,345	0.22%	613	1:15	1:13	1:13	1:14	7,263	7,103	0.89%	97.80%
2011	7,363	100,802,509	13,690	-4.57%	620	1:15	1:13	1:13	1:14	7,298	7,219	0.48%	98.92%
2012	7,394	104,008,572	14,067	2.75%	626	1:15	1:13	1:13	1:14	7,394	7,249	1.32%	98.04%
2013	7,367	105,931,675	14,379	2.22%	621	1:15	1:13	1:13	1:14	7,355	7,075	-0.53%	96.19%
2014	7,327	109,222,996	14,907	3.67%	625	1:15	1:13	1:13	1:14	7,321	7,079	-0.46%	96.69%
2015	7,307	112,732,693	15,428	3.50%	618	1:15	1:13	1:13	1:14	7,288	7,024	-0.45%	96.38%

Sources: District records and ASSA

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Piscataway Township School District
 School Building Information
 Last Ten Fiscal Years

	Unaudited									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
District Building										
<u>Elementary</u>										
Arbor Elementary School (1960)										
Square Feet	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282
Capacity (students)	447	447	447	447	447	447	447	447	447	447
Enrollment	466	508	492	481	522	556	556	589	581	568
Eisenhower Elementary School (1968)										
Square Feet	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190
Capacity (students)	480	480	480	480	480	480	480	480	480	480
Enrollment *	508	486	490	497	507	530	530	541	545	537
Grandview Elementary School (1953)										
Square Feet	40,664	40,664	40,664	40,664	40,664	40,664	40,664	40,664	40,664	40,664
Capacity (students)	451	451	451	451	451	451	451	451	451	451
Enrollment	479	532	571	599	593	610	610	622	788	777
M.L. King Elementary School (1968)										
Square Feet	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541
Capacity (students)	504	504	504	504	504	504	504	504	504	504
Enrollment	464	500	516	500	484	552	552	533	503	524
Knollwood Elementary School (1960)										
Square Feet	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493
Capacity (students)	333	333	333	333	333	333	333	333	333	333
Enrollment	507	515	511	521	499	500	500	501	505	495
Randolphville Elementary School (1960)										
Square Feet	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493
Capacity (students)	387	387	387	387	387	387	387	387	387	387
Enrollment	450	460	478	518	543	558	558	598	496	567
<u>Middle Schools</u>										
Conackamack Middle School (1963)										
Square Feet	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258
Capacity (students)	526	526	526	526	526	526	526	526	526	526
Enrollment	545	458	478	461	461	433	433	437	457	482
Quibbletown Middle School (1960)										
Square Feet	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733
Capacity (students)	631	631	631	631	631	631	631	631	631	631
Enrollment	527	552	539	575	568	578	578	564	555	577
T. Schor Middle School (1969)										
Square Feet	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301
Capacity (students)	616	616	616	616	616	616	616	616	616	616
Enrollment	531	546	546	512	550	606	606	611	605	613
<u>High School</u>										
Piscataway High School (1956 & 1972)										
Square Feet	370,024	430,024	430,024	430,024	430,024	430,024	430,024	430,024	430,024	430,024
Capacity (students)	2,041	4,341	4,341	4,341	4,341	4,341	4,341	4,341	4,341	4,341
Enrollment	2,509	2,607	2,578	2,599	2,571	2,465	2,465	2,230	2,187	2,168
<u>Other</u>										
Maintenance Building (unknown)										
Square Feet	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035
Central Administration (1949)										
Square Feet	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440
Number of Schools at June 30, 2015										
Elementary =	6									
Middle School =	3									
Senior High School =	1									
Other =	2									

Source: District Facilities Office

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

Piscataway Township School District
Schedule of Required Maintenance
Last Ten Fiscal Years

Unaudited

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities*	Year ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Arbor	\$ 53,696	\$ 101,661	\$ 22,469	\$ 120,452	\$ 117,208	\$ 130,982	\$ 175,729	\$ 121,730	\$ 65,147	\$ 55,936
Conackamack	67,609	123,684	19,571	95,922	93,339	104,308	139,942	96,940	180,091	79,186
Eisenhower	63,378	120,586	6,897	190,211	185,088	206,839	277,501	192,229	76,761	61,604
Grandview	81,185	76,398	17,370	64,911	63,163	70,586	94,700	65,600	71,070	43,744
High School	600,006	278,893	448,798	333,135	324,164	362,258	486,015	336,670	811,334	335,453
King	68,436	117,073	8,099	37,412	36,405	40,683	54,582	37,810	60,548	62,197
Knollwood	100,377	102,970	26,033	97,531	94,904	106,057	142,289	98,566	60,302	56,743
Quibbletown	144,284	97,987	22,719	63,100	61,401	68,616	92,057	63,769	131,616	98,497
Randolphville	108,150	102,970	20,593	58,707	57,126	63,839	88,331	61,188	57,796	56,743
Schor	52,371	67,520	18,035	159,740	155,438	173,704	235,729	163,293	185,369	92,781
Total School Facilities	1,339,492	1,189,742	610,584	1,221,122	1,188,237	1,327,872	1,786,875	1,237,795	1,700,034	942,884
Other Facilities-Fellowship Farms/Ethel Rd	108,737	64,622	6,510	112,364	109,338	122,187	158,563	110,187	36,655	37,497
Grand Total	<u>\$ 1,448,229</u>	<u>\$ 1,254,364</u>	<u>\$ 617,094</u>	<u>\$ 1,333,486</u>	<u>\$ 1,297,575</u>	<u>\$ 1,450,059</u>	<u>\$ 1,945,438</u>	<u>\$ 1,347,982</u>	<u>\$ 1,736,689</u>	<u>\$ 980,381</u>

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

Source: District records of required maintenance.

Piscataway Township School District
Insurance Schedule
Year ended June 30, 2015

Unaudited

	<u>Coverage</u>	<u>Deductible</u>
Property		
Real and Personal Property	\$ 238,671,295	\$ 5,000
Extra expense	50,000,000	5,000
Demolition/Increased cost of construction	10,000,000	
Flood	1,000,000	500,000
Musical instruments	Included	
Miscellaneous equipment	Included	
EDP	1,000,000	
 School Board Legal		
Limit of liability	11,000,000	15,000
 Primary Umbrella		
Limit of liability	10,000,000	
Self-insured retention	none	
 Catastrophe Access		
Limit of liability	50,000,000	
 Environmental Impairment Liability		
Limit of liability - Each Loss	1,000,000	10,000
Limit of liability - Aggregate	1,000,000	

Source: District Records and Insurance Company.

Piscataway Township School District
Insurance Schedule
Year ended June 30, 2015

Unaudited

	<u>Coverage</u>	<u>Deductible</u>
Commercial Liability		
Bodily Injury & Property Damage - Each Occurrence	\$ 11,000,000	
Personal Injury/Advertising	11,000,000	
Medical Expense	10,000	
Employee Benefits Liability	11,000,000	
Business Auto		
Bodily Injury & Property Damage	11,000,000	
Personal Injury Protection	Statutory	
Medical Payments (PIP)	10,000	
Uninsured/Underinsured	1,000,000	
Comprehensive Deductible		\$ 1,000
Collision Deductible		1,000
Student Accident		
Limit of Liability	1,000,000	
Athletics	10,000,000	
Bonds		
Board Secretary/Business Administrator	430,000	
Excess Workers Comp		
Part II - Limits of Liability	2,000,000	
Section "A"	Statutory	
Crime		
Money & Securities-inside	50,000	
Money & Securities-outside	50,000	
Employee Dishonesty	1,000,000	
Depositors Forgery	1,000,000	

Source: District Records and Insurance Company.

Single Audit Section

Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards*

Independent Auditors' Report

Honorable President and Members
of the Board of Education
Piscataway Township School District
Piscataway, New Jersey
County of Middlesex

We have audited in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Piscataway Township School District, County of Middlesex, State of New Jersey (the "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, and have issued our report thereon dated December 21, 2015.

Internal Control Over Financial Reporting

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

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

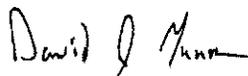
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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* and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

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



David J. Gannon

Licensed Public School Accountant

No. 2305



WISS & COMPANY, LLP

December 21, 2015
Iselin, New Jersey

Report on Compliance For Each Major Federal and State Program and Report on Internal Control Over Compliance Required by OMB A-133 and New Jersey OMB 15-08

Independent Auditor Report

Honorable President and Members
of the Board of Education
Piscataway Township School District
Piscataway, New Jersey
County of Middlesex

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Piscataway Township School District, County of Middlesex, State of New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant 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. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on an 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; 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 OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*.

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Those standards, OMB Circular A-133 and New Jersey OMB Circular 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 the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

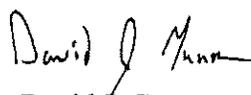
Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the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

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

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

Purpose of this Report

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.



David J. Gannon
Licensed Public School Accountant
No. 2305



WISS & COMPANY, LLP

December 21, 2015
Iselin, New Jersey

Piscataway Township School District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance June 30, 2014			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance June 30, 2015		
				Unearned Revenue	(Accounts Receivable)	Due to Grantor				Unearned Revenue	(Accounts Receivable)	Due to Grantor
U.S. Department of Health and Human Services												
Passed Through State Department of Education												
General Fund:												
Medical Assistance Program	93.778	7/1/13-6/30/14	\$ 206,161	\$	(66,981)		\$ 66,981					
Medical Assistance Program	93.778	7/1/14-6/30/15	149,170				90,230	\$ (149,270)		\$	(59,040)	
ARRA - Medicaid Assistance Program - SEMI Program	93.778	7/1/14-6/30/15	51,997				51,997	(51,997)				
Total General Fund					(66,981)		209,208	(201,267)		-	(59,040)	
U.S. Department of Education—Passed-Through State												
Department of Education												
Special Revenue Fund:												
Title I, Part A	84.010A	7/1/13-6/30/14	496,908	\$	(133,907)		133,907					
Title I, Part A	84.010A	7/1/14-6/30/15	622,067				326,537	(487,344)			(160,807)	
IDEIA Preschool	84.173A	7/1/14-6/30/15	50,584				46,248	(47,762)			(1,514)	
IDEIA Preschool	84.173A	7/1/13-6/30/14	50,416		(13,804)		13,804					
IDEIA Part B Basic	84.027A	7/1/14-6/30/15	1,859,433				1,476,919	(1,724,729)			(247,810)	
IDEIA Part B Basic	84.027A	7/1/13-6/30/14	1,787,989		(582,895)		582,895					
Title II, Part A	84.367	7/1/14-6/30/15	146,589				117,991	(145,507)			(27,516)	
Title II, Part A	84.367	7/1/13-6/30/14	147,492		(104,484)		104,484					
Title II, Part D	84.318	9/1/10-8/31/11	1,142	\$	163					\$	163	
Title III	84.365	7/1/13-6/30/14	79,359		(53,362)		53,362					
Title III	84.365	7/1/14-6/30/15	90,675				65,078	(86,783)			(21,705)	
Title III - Immigrant	84.365	7/1/14-6/30/15	50,240				4,920	(47,389)			(42,469)	
Teaching American History	84.215x	7/1/11-6/30/15	426,043		(114,725)		115,379	(654)				
Carl D. Perkins Vocational Education	84.048	7/1/14-6/30/15	40,205				39,485	(40,205)			(720)	
Carl D. Perkins Vocational Education	84.048	7/1/13-6/30/14	36,246		(7,983)		7,983					
Race to the Top	84.395	7/1/12-11/30/15	44,501		(6,136)		21,141	(15,005)				
Total Special Revenue Fund and U.S. Department of Education - Passed-Through State Department of Education				163	(1,017,296)		3,110,133	(2,595,378)		163	(502,541)	
U.S. Department of Education—Passed-Through State												
Department of Education												
Enterprise Fund:												
Food Donation Program - NC	10.555	7/1/14-6/30/15	179,945				179,945	(174,926)		5,019		
Food Donation Program - NC	10.555	7/1/13-6/30/15	167,714	3,279				(3,279)				
National School Breakfast Program	10.553	7/1/13-6/30/14	170,086		(37,906)		37,906					
National School Breakfast Program	10.553	7/1/14-6/30/15	168,046				154,603	(168,046)			(13,443)	
National School Lunch Program	10.555	7/1/13-6/30/14	934,699		(183,830)		183,830					
National School Lunch Program	10.555	7/1/14-6/30/15	965,538				897,425	(965,538)			(68,113)	
Total Enterprise Fund and Total U.S. Department of Agriculture—Passed-Through State Department of Education				3,279	(221,736)		1,453,709	(1,311,789)		5,019	(81,556)	
Total Federal Awards				\$ 3,442	\$ (1,306,013)		\$ 4,773,050	\$ (4,108,434)	\$ -	\$ 5,182	\$ (643,137)	\$ -

NC - non-cash expenditures

Piscataway Township School District
 Schedule of Expenditures of State Financial Assistance
 Year ended June 30, 2015

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2014			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance June 30, 2015			Memo	
				Unearned Revenue	(Accounts Receivable)	Due to Grantor					Unearned Revenue	(Accounts Receivable)	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education															
<i>General Fund:</i>															
Special Education Categorical Aid	495-034-5120-089	7/1/14 - 6/30/15	\$ 4,343,922				\$ 3,909,530	\$ (4,343,922)						\$ (434,392)	\$ (4,343,922)
Categorical Transportation Aid	495-034-5120-014	7/1/14 - 6/30/15	489,054				440,149	(489,054)						(48,905)	(489,054)
Equalization Aid	495-034-5120-078	7/1/14 - 6/30/15	9,741,772				8,767,595	(9,741,772)						(974,177)	(9,741,772)
Security Aid	495-034-5120-084	7/1/14 - 6/30/15	584,442				525,998	(584,442)						(58,444)	(584,442)
Educational Adequacy Aid	495-034-5120-083	7/1/14 - 6/30/15	403,614				385,042	(403,614)						(18,572)	(403,614)
PARCC Readiness Aid	495-034-5120-098	7/1/14 - 6/30/15	73,450				70,070	(73,450)						(3,380)	(73,450)
Per Pupil Growth Aid	495-034-5120-097	7/1/14 - 6/30/15	73,450				70,070	(73,450)						(3,380)	(73,450)
Extraordinary Aid	100-034-5120-473	7/1/14 - 6/30/15	950,940					(950,940)				\$ (950,940)			(950,940)
Extraordinary Aid	100-034-5120-473	7/1/13 - 6/30/14	1,232,282	\$ (1,232,282)			1,232,282								
Additional NP Transportation Aid	Not Available	7/1/13 - 6/30/14	54,933	(54,933)			54,933								
Additional NP Transportation Aid	Not Available	7/1/14 - 6/30/15	68,428					(68,428)						(68,428)	
Reimbursed TPAF - Social Security	495-034-5094-003	7/1/14 - 6/30/15	3,453,964				3,284,481	(3,454,262)					(169,781)		(3,454,262)
Reimbursed TPAF - Social Security	495-034-5094-003	7/1/13 - 6/30/14	3,406,551	(169,230)			169,230								
On-behalf TPAF Contributions															
Pension Benefit Contribution	495-034-5094-006	7/1/14 - 6/30/15	2,398,014				2,398,014	(2,398,014)							(2,398,014)
Post-Retirement Medical Contribution	495-034-5094-001	7/1/14 - 6/30/15	3,806,848				3,806,848	(3,806,848)							(3,806,848)
Total General Fund					(1,456,445)		25,114,242	(26,388,196)				(1,189,149)		(1,541,250)	(26,388,196)
<i>Special Revenue Fund:</i>															
<i>New Jersey Non-Public Aid:</i>															
Nursing Aid	100-034-5120-070	7/1/14 - 6/30/15	118,563				118,563	(115,567)				\$ 2,996			(115,567)
Textbook Aid	100-034-5120-064	7/1/14 - 6/30/15	72,569				72,569	(71,708)				861			(71,708)
Technology Initiative	100-034-5120-070	7/1/14 - 6/30/15	38,976				38,976	(36,616)				2,360			(36,616)
Nursing Aid	100-034-5120-070	7/1/13 - 6/30/14	89,244	\$ 6,417						\$ 6,417					
Textbook Aid	100-034-5120-064	7/1/13 - 6/30/14	61,597		1,160					1,160					
Technology Initiative	100-034-5120-070	7/1/13 - 6/30/14	22,460		1,025					1,025					
<i>Non Public Auxiliary Services (Ch. 192):</i>															
English as a Second Language		7/1/14 - 6/30/15	5,481				5,481	(5,481)							(5,481)
Compensatory Education		7/1/14 - 6/30/15	107,764				107,764	(100,025)				7,739			(100,025)
Transportation		7/1/14 - 6/30/15	20,355				20,355	(20,355)							(20,355)
English as a Second Language		7/1/13 - 6/30/14	5,237		872					872					
Compensatory Education		7/1/13 - 6/30/14	81,833		2,312					2,312					
<i>Non Public Handicapped Services (Ch. 193):</i>															
Supplemental Instruction		7/1/14 - 6/30/15	30,838				30,838	(30,838)							(30,838)
Examination and Classification		7/1/14 - 6/30/15	80,137				80,137	(78,516)				1,621			(78,516)
Corrective Speech		7/1/14 - 6/30/15	46,826				46,826	(45,059)				1,767			(45,059)
Supplemental Instruction		7/1/13 - 6/30/14	33,304		7,632					7,632					
Examination and Classification		7/1/13 - 6/30/14	69,262		21,003					21,003					
Corrective Speech		7/1/13 - 6/30/14	52,340		17,186					17,186					
Excellent Educators for New Jersey	416-034-5063-301	9/3/12 - 8/31/13	193,820	(85,715)			85,715								
Preschool Education Aid	495-034-5120-086	7/1/13 - 6/30/14	442,200	(44,220)			44,220								
Preschool Education Aid	495-034-5120-086	7/1/14 - 6/30/15	442,200				397,980	(442,200)						(44,220)	(442,200)
Total Special Revenue Fund				(129,935)	57,607		1,049,424	(946,365)			57,607	17,344		(44,220)	(946,365)
<i>Capital Projects Fund:</i>															
NJ Schools Development Authority	2940-045-02-0798/0496	7/1/02-completion	2,754,371	(1,424,403)			563,476	(986,815)						(1,847,742)	(1,880,876)
Total Capital Projects Fund				(1,424,403)			563,476	(986,815)						(1,847,742)	(1,880,876)
State Department of Agriculture															
<i>Enterprise Fund:</i>															
State School Lunch Program (State share)	100-010-3360-067	7/1/14 - 6/30/15	28,412				25,651	(28,412)				(2,781)			(28,412)
State School Lunch Program (State share)	100-010-3360-067	7/1/13 - 6/30/14	30,551	(6,862)			6,862								
Total Enterprise Fund				(6,862)			32,493	(28,412)				(2,781)			(28,412)
Total State Awards				\$ -	\$ (3,017,643)	\$ 57,607	\$ -	\$ 26,759,635	\$ (28,349,788)	\$ 57,607	\$ (3,039,672)	\$ 17,344	\$ (1,585,470)	\$ (29,243,849)	
State Financial Assistance Not Subject to Single Audit Determination:															
<i>General Fund:</i>															
On-behalf TPAF Contributions															
Pension Benefit Contribution	495-034-5094-006	7/1/14 - 6/30/15	2,398,014				(2,398,014)	2,398,014							2,398,014
Post-Retirement Medical Contribution	495-034-5094-001	7/1/14 - 6/30/15	3,806,848				(3,806,848)	3,806,848							3,806,848
Total State Financial Assistance Subject to Single Audit Determination				\$ -	\$ (3,017,643)	\$ 57,607	\$ -	\$ 20,554,773	\$ (22,144,926)	\$ 57,607	\$ (3,039,672)	\$ 17,344	\$ (1,585,470)	\$ (25,437,001)	

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

Piscataway Township School District
Notes to Schedules of Expenditures of
Federal Awards and State Financial Assistance

Year ended June 30, 2015

1. General

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all of all federal and state award programs of the Piscataway Township School District (District). The District is defined in Note 1 to the District'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, are included on the schedules of expenditures of federal awards and state financial assistance.

2. Basis of Accounting

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the modified accrual basis of accounting with the exception of programs recorded in the proprietary funds, which are presented using the accrual basis of accounting, and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in these schedules are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB 15-08*. Therefore, some amounts presented in this schedule may differ from amounts presented, or used in the preparation of, the basic financial statements.

3. Relationship to Basic Financial Statements

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

Piscataway Township School District
Notes to Schedules of Expenditures of
Federal Awards and State Financial Assistance

Year ended June 30, 2015

3. Relationship to Basic Financial Statements (Continued)

The general fund is presented in the accompanying schedules on the modified accrual basis of accounting with the exception of the revenue recognition of the last two state aid payments in the current year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, those payments are not recognized until the subsequent year due to the state deferral and recording of the last two 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 last state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$14,648 for the general fund and \$79,982 for the special revenue fund. See note to required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds (C-3).

Federal and State award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund	\$ 201,267	\$ 26,373,548	\$ 26,574,815
Special Revenue Fund	2,672,129	946,365	3,618,494
Capital Projects Fund		986,815	986,815
Food Service Enterprise Fund	1,311,789	28,412	1,340,201
Total financial award revenues	\$ 4,185,185	\$ 28,335,140	\$ 32,520,325

4. Relationship to Federal and State Financial Reports

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

Piscataway Township School District

Notes to Schedules of Expenditures of
Federal Awards and State Financial Assistance

Year ended June 30, 2015

5. Other

Revenues and expenditures reported under the Food Donation Program represent current year value received and current year distributions, respectively.

TPAF Social Security Contributions represent the amount reimbursed by the State for the employer's share of Social Security for TPAF members for the year ended June 30, 2015.

The State of New Jersey also makes TPAF post-retirement medical and pension contribution expenditures on behalf of the District. As directed by the funding agency, these expenditures are not subject to New Jersey OMB Circular 15-08 because the contributions are made by the State directly and do not have any compliance related requirements.

Piscataway Township School District
Schedule of Findings and Questioned Costs
Year ended June 30, 2015

Part I – Summary of Auditors’ Results

Financial Statement Section

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes X No

Significant deficiency(ies) identified ? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards Section

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? X Yes No

Type of auditors’ report issued on compliance for major programs: Unmodified

Internal control over major programs:

Material weakness(es) identified? Yes X No

Significant deficiency(ies) identified? Yes X None Reported

Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (Section .510(a))? Yes X No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.010	Title I, Part A
10.553, 10.555	Child Nutrition Cluster

Piscataway Township School District
Schedule of Findings and Questioned Costs

Year ended June 30, 2015

Part II – Schedule of Financial Statement Findings

State Awards Section

Dollar threshold used to distinguish between Type A and Type B programs:

\$664,348

Auditee qualified as low-risk auditee?

X Yes No

Type of auditors' report issued on compliance for major programs:

Unmodified

Internal control over major programs:

Material weakness(es) identified?

Yes X No

Significant deficiency(ies) identified?

Yes X None Reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular 15-08?

Yes X No

Identification of major programs:

GMIS/Program Number	Name of State Program or Cluster
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5120-083	Educational Adequacy Aid
495-034-5120-098	PARCC Readiness Aid
495-034-5120-097	Per Pupil Growth Aid
495-034-5094-003	Reimbursed TPAF Social Security Contributions
100-034-5120-473	Extraordinary Aid
Various	SDA School Construction Grants

Piscataway Township School District
Schedule of Findings and Questioned Costs

Year ended June 30, 2015

Part II – Schedule of Financial Statement Findings

No financial statement findings noted that are required to be reported under *Government Auditing Standards*.

Piscataway Township School District
Schedule of Findings and Questioned Costs

Year ended June 30, 2015

**Part III – Schedule of Federal Award and State Financial Assistance
Findings and Questioned Costs**

No compliance or internal control over compliance findings noted that are required to be reported under Federal OMB A-133 or State OMB Circular 15-08.

Piscataway Township School District
Summary Schedule of Prior Year Audit Findings
Year ended June 30, 2015

Not applicable.