

# **Comprehensive Annual Financial Report**

**of the**

**City of Somers Point Board of Education**

**Somers Point, New Jersey**

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



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# **Introductory Section**



**SOMERS POINT BOARD OF EDUCATION**

**NEW YORK AVENUE SCHOOL  
121 W. New York Avenue  
Somers Point, New Jersey 08244  
Phone: (609) 927-2053  
Fax: (609) 927-7351**

**Frank Vogel  
Superintendent of School**

**Suzanne Keller, MBA  
Business Administrator  
Board Secretary**

November 27, 2015

Honorable President and  
Members of the Board of Education  
City of Somers Point School District  
County of Atlantic, New Jersey

Dear Board Members:

The comprehensive annual financial report of the City of Somers Point School District for the fiscal year ended June 30, 2015 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report (CAFR) is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and 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 04-04, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, is included in the single audit section of this report.

**1. REPORTING ENTITY AND ITS SERVICES**

The City of Somers Point School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The City of Somers Point 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 Pre-K through 8. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2014-2015 fiscal year with an enrollment of 986, which is 50 students less than the previous year's enrollment (count includes out-of-district placements).

The following details the changes in the student enrollment of the District over the last five years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2014-2015	986	-4.83%
2013-2014	1,036	-3.00%
2012-2013	1,066	1.00%
2011-2012	1,056	-0.85%
2010-2011	1,065	-2.47%

## **2. ECONOMIC CONDITION AND OUTLOOK**

The 2014/2015 combined school operating budget and debt service resulted in a 0.5384 cent tax decrease in the tax rate. This percentage is based on the City reevaluation for this period. The current economic condition of Somers Point has been touched negatively due to the closings of casinos in Atlantic City, along with the reestablishment of a larger apartment complex, which has caused families to become homeless and/or move out of the area in an effort to find affordable housing. These negative impacts of economies, has resulted in a stable percentage of free/reduced meal status categories within our district. The percentage of families in the free/reduced categories may continue to be stable in the foreseeable future.

Additionally, the district has seen an approximate 4% decline in student enrollment over this past year. Should a decline of enrollment continue the result could have an impact on classroom size, staffing, state aid and budgetary constraints.

## **3. MAJOR INITIATIVES**

During the 2014/2015 school year, the Board of Education in concert with the newly appointed Superintendent, renewed commitments to the District by developing the following goals:

### Goal 1:

By June of 2015, 100% of all Discipline Policy, Administrative Procedures, and Discipline Practices will be reviewed, best practices implemented, recommendations adopted by the BOE, and structural changes made to all facets of the district to ensure comprehensive effective discipline for all students where deemed appropriate.

### Goal 2:

By the end of the 2014-2015 School Year, every school in the Somers Point School District will host a public event to showcase its accomplishments and contributions to the community of Somers Point.

### Goal 3:

85% of all students in students in grades 4-8 will increase their pre-post test scores on PARCC by 10% in the 2015-16 School Year.

## **4. INTERNAL ACCOUNTING CONTROLS**

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

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

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

## **5. BUDGETARY CONTROLS**

In addition to internal accounting controls, the City of Somers Point School 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. 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 reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2015.

## **6. ACCOUNTING SYSTEM AND REPORTS**

The City of Somers Point School District's accounting records reflect accounting principals as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements," Note 1.

## **7. CASH MANAGEMENT**

The investment policy of the City of Somers Point School District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 2. The District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey where the funds are secured in accordance with the Act.

## **8. RISK MANAGEMENT**

Our Board of Education is a member of the Atlantic and Cape May Counties School Business Officials Joint Insurance Funds (ACCASBOJIF). This Fund was formed under the provision of N.J.S.A. 18A: 18B1-10.

The ACCASBOJIF provides members with a long-term alternative to the conventional insurance marketplace and is a means of stabilizing the otherwise cyclical nature of insurance expenditures. The Fund provides the following coverage:

1. Property, including buildings, contents, inland marine, crime, boiler and machinery, and auto physical damage; as well as premise/pollution insurance
2. General Liability, including school board legal liability
3. Automobile Liability
4. Workers' Compensation

The Fund provides coverage to its members either directly or through the commercial insurance market, through one or more of the following vehicles: excess insurance, reinsurance or an excess property and casualty joint insurance fund.

The Fund's Mission Statement is as follows: "The ACCASBOJIF is committed to uniting local school districts in a joint effort to better manage their risks and assure fiscal stability by providing cost-effective, comprehensive insurance coverage and minimizing losses through pro-active membership involvement in claims management and loss prevention activities."

Fidelity bonds are covered through an outside insurance carrier as required by the state statutes.

## **9. OTHER INFORMATION**

A) **Independent Audit** – State statutes require an annual audit by independent certified public accounts or registered municipal accountants. The accounting firm of Ford-Scott, and Associates, L.L.C., CPAs, is appointed by the Board on an annual basis. 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 of 1984 as revised and the related Office of Management and Budget Circular A-133 and New Jersey OMB's Circular 04-04. The auditor's report on the financial statements and combining the individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

## **10. ACKNOWLEDGEMENTS**

We would like to express our appreciation to the members of the City of Somers Point Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district, while at the same time, striving to provide the children of Somers Point with the highest quality education possible and contributing full support to the development and maintenance of our financial operation.

Sincere appreciation is extended to both Bruce M. Greenfield, Ed. D., Interim Superintendent of Schools, from July 2014 through December 2014, and Frank Vogel, Superintendent of Schools, from December 2014 through June 2015, for their mutual faithfulness, dedicated leadership to district staff, students, and community members during their individual employ in the 2014/15 SY.

Sincere appreciation is offered to the business office staff for their knowledge and continued support in the various business elements and functionalities within the educational environment. Each staff member of the business office proved dedication and support to the district throughout this year, and without hesitation during a time of transition from one Superintendent to the next.

Respectfully submitted,



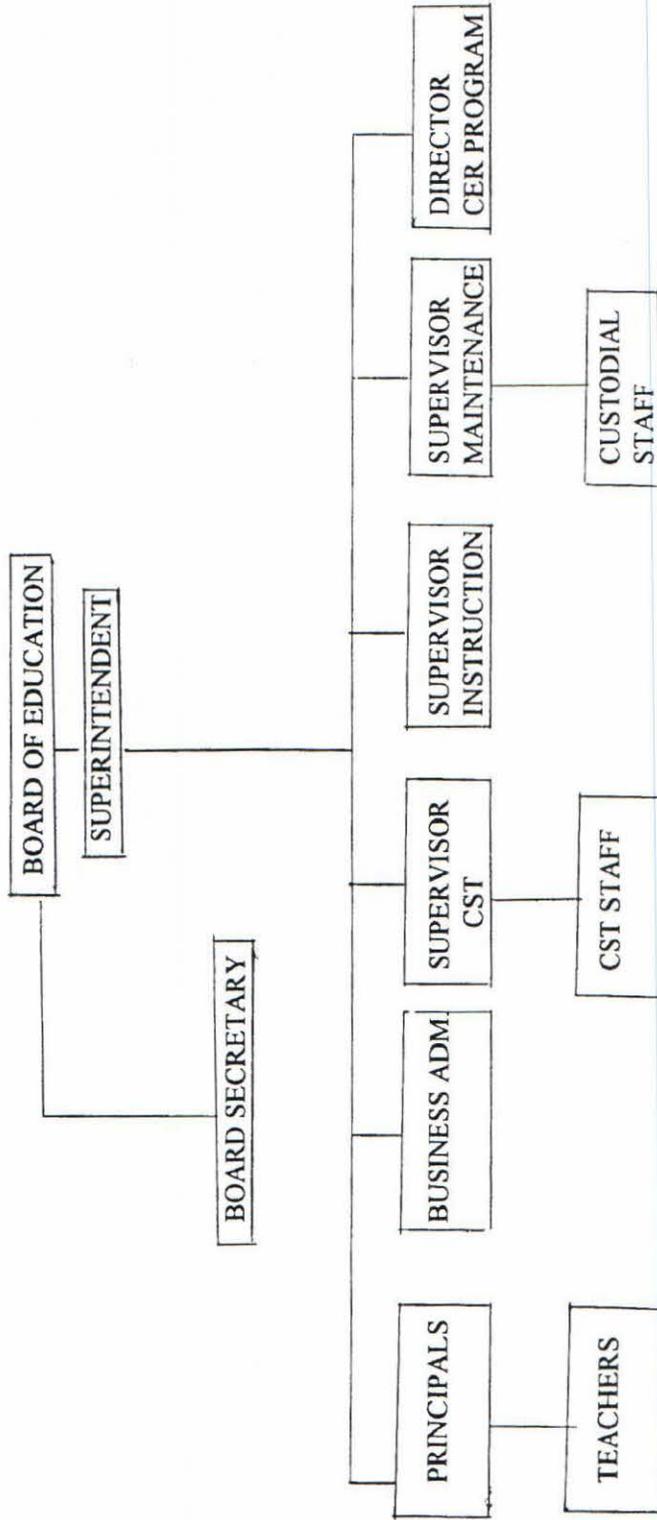
Frank Vogel  
Superintendent of Schools



Suzanne Keller, MBA  
Business Administrator / Board Secretary

POLICY

1110 ORGANIZATIONAL CHART



Adopted: 23 July 1998  
Revised: 22 April 1999

**SOMERS POINT SCHOOL DISTRICT**  
**COUNTY OF ATLANTIC, NEW JERSEY**

**ROSTER OF OFFICIALS**

**JUNE 30, 2015**

<b><u>MEMBERS OF THE BOARD OF EDUCATION</u></b>	<b><u>TERM EXPIRES</u></b>
Richard Gray, President	2016
Albert W. Becker, Vice President	2015
Karen Broomall	2015
John Conover	2017
Michael O'Brien	2017
Wes Kazmarck	2016
Michael A. Magazzu	2016
Michael Sweeder	2017
Nicholas Wagner	2015

**OTHER OFFICIALS**

Bruce Greenfield, Ed. D., Interim Superintendent (through December 31, 2014)

Frank Vogel, Superintendent (effective January 1, 2015)

Suzanne Keller, MBA, Business Administrator/ Board Secretary

**SOMERS POINT SCHOOL DISTRICT  
CONSULTANTS AND ADVISORS**

**ARCHITECT**

**Faridy, Veisz, Hopkins & Duthie, PC**  
1515 Lower Ferry Road  
Trenton, NJ 08628

**AUDIT FIRM**

**Ford, Scott, & Associates, L.L.C.**  
Certified Public Accountants  
1535 Haven Avenue  
P.O. Box 538  
Ocean City, NJ 08226-0538

**ATTORNEY**

**Louis J. Greco, Esquire**  
800 Route 50 Suite 2B  
Mays Landing, NJ 08330

**BOND COUNSEL**

**McManimon, Scotland & Baumann, LLC**  
75 Livingston Avenue  
Roseland, NJ 07068

**RISK MANAGEMENT CONSULTANT**

**Dennis Brown**  
Glenn Insurance Agency  
500 East Absecon Boulevard  
Absecon, NJ 08201

**OFFICIAL DEPOSITORY**

**Ocean City Home Bank**  
1001 Asbury Avenue  
Ocean City, NJ 08226

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## **Financial Section**





# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • PO BOX 538 • OCEAN CITY, NJ • 08226-0538  
PHONE 609.399.6333 • FAX 609.399.3710  
www.ford-scott.com

## **Independent Auditor's Report**

The Honorable President and  
Members of Board of Education  
City of Somers Point School District  
County of Atlantic  
State of New Jersey

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Somers Point School District, County of Atlantic, State of New Jersey, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

### ***Auditor's Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, 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 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 City of Somers Point School District, County of Atlantic, State of New Jersey, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Somers Point School District's basic financial statements. The introductory section, combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of state financial assistance as required by NJ OMB Circular 04-04, and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, combining statements, and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of state financial assistance as required by NJ OMB Circular 04-04, and statistical information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of state financial assistance as required by NJ OMB Circular 04-04 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subject 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 them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2015 on our consideration of the City of Somers Point School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 City of Somers Point School District's internal control over financial reporting and compliance.

*Ford, Scott & Associates, L.L.C.*  
**FORD, SCOTT & ASSOCIATES, L.L.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

*Michael S. Garcia*  
**Michael S. Garcia**  
**Certified Public Accountant**  
**Licensed Public School Accountant**  
**No. 2080**

**November 27, 2015**

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## **Required Supplementary Information – Part I**



**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED**

The discussion and analysis of Somers Point School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2015. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2015 are as follows:

- In total, net position decreased \$488,399, which represents a less than 9% percent decrease from 2014.
- General revenues accounted for \$14,957,550 of total revenue or 73% percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$5,568,195 or 27% percent of total revenues of \$20,525,745.
- Total assets of governmental activities decreased by \$696,551 as cash and cash equivalents decreased by \$596,495, receivables increased by \$128,352, inventory increased by \$5,862 and capital assets decreased by \$234,270.
- The School District had \$21,014,144 in expenses; only \$5,568,195 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$14,957,550 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$16,518,027 in revenues and \$16,873,507 in expenditures. The General Fund's fund balance decreased \$355,480 from 2014.

**Using this Comprehensive Annual Financial Report (CAFR)**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Somers Point School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of Somers Point School District, the General Fund is by far the most significant fund.

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**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

**Reporting the School District as a Whole**

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and ask the question, "How did we do financially during 2015?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all position and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in that position. This change in net position is important because it tells the reader that, for the school district as a whole, the financial position of the School district has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- Governmental Activities - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activity - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The CER enterprise fund is reported as a business activity.

**Reporting the School District's Most Significant Funds**

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

**The School District as a Whole**

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of the School District's net position for 2015 and 2014.

**Table 1  
Net Position**

	<u>2015</u>	<u>2014</u>
<b>Assets</b>		
Current and Other Assets	\$ 1,597,687	2,059,968
Capital Assets	<u>11,046,316</u>	<u>11,280,586</u>
Total Assets	<u>12,644,003</u>	<u>13,340,554</u>
<b>Deferred Outflows of Resources</b>		
Deferred Outflows Related to Pensions	<u>401,290</u>	
<b>Liabilities</b>		
Long-Term Liabilities	7,528,636	7,589,947
Other Liabilities	<u>443,401</u>	<u>416,964</u>
Total Liabilities	<u>7,972,037</u>	<u>8,006,911</u>
<b>Deferred Inflows of Resources</b>		
Deferred Inflows Related to Pensions	<u>228,012</u>	
<b>Net Position</b>		
Invested in Capital Assets, Net of Debt	7,630,893	7,654,586
Restricted	1,221,297	271,089
Unrestricted	<u>(4,006,946)</u>	<u>(2,592,032)</u>
Total Net Position	<u>\$ 4,845,244</u>	<u>5,333,643</u>

The District's combined net position was \$4,845,244 on June 30, 2015. This was a 9% decrease from the prior year.

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**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

Table 2 shows changes in net position for fiscal year 2015 and 2014.

**Table 2  
Changes in Net Position**

	2015	2014
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 318,641	257,006
Operating Grants and Contributions	5,249,554	2,791,752
General Revenues:		
Property Taxes	9,248,615	9,000,514
Grants and Entitlements	5,681,557	5,729,528
Other	13,006	21,975
Special Items	14,372	
Total Revenues	20,525,745	17,800,775
<b>Program Expenses</b>		
Instruction	12,684,530	10,762,920
Support Services:		
Tuition	530,832	428,506
Related Services - Pupils and Instructional Staff	3,085,494	2,501,100
General Administration, School Administration	1,216,113	1,176,736
Maintenance of Facilities	1,772,395	1,593,943
Pupil Transportation	539,849	511,432
Business and Other Support Services	486,724	392,303
Food Service		31,193
Interest on Debt	133,231	142,486
Food Service Program	390,689	
CER Program	174,287	179,627
Total Expenses	21,014,144	17,720,246
Increase/(Decrease) in Net Position	\$ (488,399)	80,529

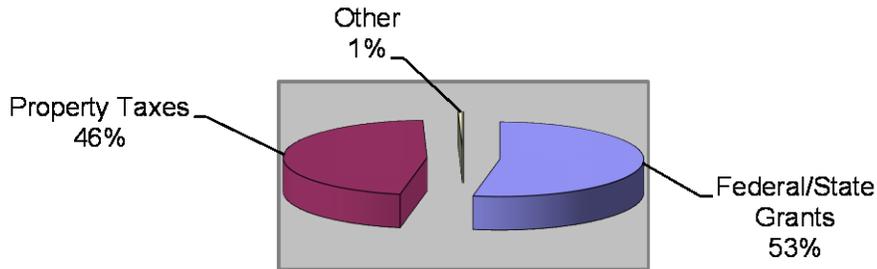
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**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

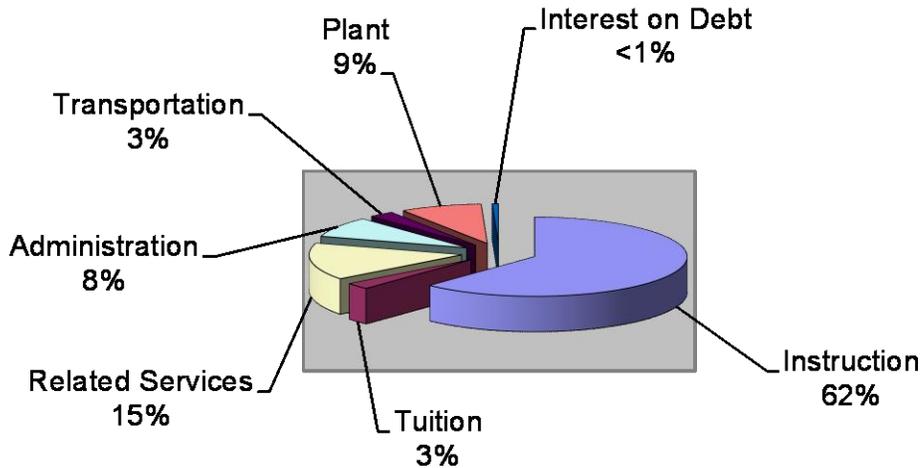
**Governmental Activities**

Property taxes made up 46 percent of revenues for governmental activities for the Somers Point School District for fiscal year 2015 and 2014. Property tax revenues increased \$248,101 in 2015. This was an increase of 3% percent from 2014. The District's total revenues were \$19,879,735 for the year ended June 30, 2015. Federal, state, and local grants accounted for 53 percent of revenue.

**Sources of Revenue for Fiscal Year 2015**



**Expenses for Fiscal Year 2015**



**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

**Business-Type Activities**

Revenues for the District's business-type activities (food service and CER programs) were comprised of charges for services and federal and state reimbursements.

- Revenues exceeded expenses before investment income by \$66,662.
- Charges for services represent \$236,227 of revenue. This represents amounts paid by patrons for daily food service and childcare.
- For the food service operation, federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$395,411.

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

**Table 3**

	<u>Total Cost of Services 2015</u>	<u>Net Cost of Services 2015</u>	<u>Total Cost of Services 2014</u>	<u>Net Cost of Services 2014</u>
Instruction	\$ 12,684,530	8,842,248	10,762,920	8,562,667
Support Services:				
Tuition	530,832	530,832	428,506	428,506
Pupils and Instructional Staff	3,085,494	2,148,717	2,501,100	1,961,788
General Administration, School				
Administration, Business				
Operations and Maintenance				
of Facilities	3,475,232	3,317,734	3,162,982	3,027,847
Pupil Transportation	539,849	539,949	511,432	511,432
Interest and Fiscal Charges	133,231	133,231	142,486	142,486
Other			31,193	31,193
Total Expenses	<u>\$ 20,449,168</u>	<u>15,512,711</u>	<u>17,540,619</u>	<u>14,665,919</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration, and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools and unallocated depreciation.

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$18,300,342 and expenditures were \$18,824,616. The net decrease in fund balance for the year was \$524,274.

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 schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2015, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2014	Percent of Increase (Decrease)
Local Sources	\$ 9,503,458	51.9%	398,021	4%
State Sources	7,791,431	42.6%	200,645	3%
Federal Sources	1,005,453	5.5%	74,959	7%
Total	<u>\$ 18,300,342</u>	<u>100.0%</u>	<u>673,625</u>	<u>4%</u>

Federal revenues increased by \$74,959 due to more federal grant money awarded to the district.

The following schedule represents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2015, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2014	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 7,917,923	42.1%	534,028	6.7%
Undistributed expenditures	10,142,517	53.9%	553,888	5.5%
Capital Outlay	270,796	1.4%	107,333	39.6%
Debt Service	467,523	2.5%	660	0.1%
Transfer to Charter Schools	25,857	0.1%		0.0%
Total	<u>\$ 18,824,616</u>	<u>100.0%</u>	<u>1,195,909</u>	<u>6.4%</u>

Changes in expenditures were the results of varying factors. Capital Outlay expenditures increased due to a new capital lease in 2015.

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**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

**General Fund Budgeting Highlights**

As further explained in the Notes to the Financial Statements, annual appropriated budgets are prepared in the spring of each year for the general and special revenue funds. The budgets are submitted to the County office. Transfers of appropriations may be made by Board resolution at any time during the fiscal year. The District is permitted to encumber funds throughout the year for purchases ordered but not yet received. Any open encumbrances as of June 30<sup>th</sup> carry over to the next fiscal year and are added to the appropriation reflected in the certified budget.

After adjusting total revenue reported on Exhibit C-1 for the Reimbursed TPAF Social Security Contribution and On-behalf TPAF Contribution, which are not budgeted, the District's actual revenue was more than the budget by approximately \$169,818. The added revenue is from approximately \$7,452 more state aid and \$77,871 of Tuition Revenue that was not budgeted. Again, after adjusting for the Reimbursed TPAF Social Security Contribution and On-behalf TPAF Contribution, actual expenditures were more than actual revenues by approximately \$358,015. Audit exhibit C-1 does not include current year depreciation expense.

**Capital Assets**

At the end of the fiscal year 2015, the School District had \$11,046,316 invested in land, building and machinery and equipment. Table 4 shows fiscal year 2015 balances compared to 2014.

**Table 4  
Capital Assets (Net of Depreciation) at June 30**

	<b>2015</b>	<b>2014</b>
Land and Land Improvements	\$ 87,085	94,162
Building and Building Improvements	10,757,345	11,048,118
Machinery and Equipment	201,886	138,306
Total	\$ 11,046,316	11,280,586

Overall capital assets decreased \$234,270 from fiscal year 2014 to fiscal year 2015. The decrease in capital assets is due to current year depreciation expense. For more detailed information, please refer to the Notes to the Financial Statements.

**Debt Administration**

At June 30, 2015, the School District had \$3,702,581 of outstanding debt. Of this amount, \$287,158 is for compensated absences and \$3,296,000 of serial bonds relating to several capital improvement projects and \$119,423 is a capital lease.

**Table 5  
Bonded Outstanding Debt at June 30**

	<b>2015</b>	<b>2014</b>
1996 School Bonds	\$ 543,000	683,000
2011 School Bonds	2,753,000	2,943,000
Total	\$ 3,296,000	3,626,000

At June 30, 2015, the School District's remaining legal debt margin available was \$33,021,722. For more detailed information, please refer to the Notes to the Financial Statements.

**SOMERS POINT SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED (CONTINUED)**

**For the Future**

The Somers Point School District is in good financial condition presently. The School District is proud of its community support of the public schools.

The District continues to provide quality education programs while continuing to stabilize the tax rate in Somers Point. In conclusion, the Somers Point School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

**Contacting the School District's Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Suzanne Keller, Business Administrator at Somers Point School District, 121 West New York Avenue, Somers Point, New Jersey 08244.

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# **Basic Financial Statements**



## DISTRICT – WIDE FINANCIAL STATEMENTS

The statement of net position and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business – type activities of the District.



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2015**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,194,978	20,194	1,215,172
Receivables, Net	102,655	90,374	193,029
Inventory		5,862	5,862
Internal Balances	67,990	(67,966)	24
Restricted Assets:			
Cash Reserve Account	100		100
Maintenance Reserve Account	183,500		183,500
Capital Assets, Net			
Land	27,012		27,012
Depreciable assets, net of depreciation	10,969,534	49,770	11,019,304
Total Assets	<u>12,545,769</u>	<u>98,234</u>	<u>12,644,003</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	<u>401,290</u>		<u>401,290</u>
Total Deferred Outflows of Resources	<u>401,290</u>	<u>-</u>	<u>401,290</u>
<b>LIABILITIES</b>			
Accounts Payable	351,100	94	351,194
Payable to State Government	17,503		17,503
Unearned Revenue	13,731	17,090	30,821
Accrued Interest	43,883		43,883
Noncurrent Liabilities			
Due Within One Year	368,867		368,867
Due Beyond One Year	3,333,714		3,333,714
Net Pension Liability	3,826,055		3,826,055
Total Liabilities	<u>7,954,853</u>	<u>17,184</u>	<u>7,972,037</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions	<u>228,012</u>		<u>228,012</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	7,581,123	49,770	7,630,893
Restricted for:			
Other Purposes	1,221,297		1,221,297
Unrestricted	(4,038,226)	31,280	(4,006,946)
Total Net Position	<u>\$ 4,764,194</u>	<u>81,050</u>	<u>4,845,244</u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Year Ended June 30, 2015**

Function/Programs	Expenses	Indirect Expense Allocation	Program Revenue			Net (Expense) Revenue and Changes in Net Assets		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Governmental Activities:</b>								
<b>Instruction:</b>								
Regular	\$ 6,163,101	2,107,507	82,414	1,676,413		(6,511,781)		(6,511,781)
Special Education	3,023,959	942,068		1,993,181		(1,972,846)		(1,972,846)
Other Special Instruction	333,052	114,843		90,274		(357,621)		(357,621)
<b>Support Services:</b>								
Tuition	504,975					(504,975)		(504,975)
Student & Instruction Related Services	2,391,693	693,801		936,777		(2,148,717)		(2,148,717)
School Administrative Services	578,132	230,346		84,242		(724,236)		(724,236)
General Administrative Services	329,149	78,486		28,704		(378,931)		(378,931)
Plant Operation and Maintenance	1,523,864	248,531				(1,772,395)		(1,772,395)
Pupil Transportation	531,023	8,826				(539,849)		(539,849)
Central Services	364,903	121,821		44,552		(442,172)		(442,172)
Unallocated Benefits	4,546,229	(4,546,229)				-		-
Interest on Long-Term Debt	133,231					(133,231)		(133,231)
Transfer to Charter Schools	25,857					(25,857)		(25,857)
Total Governmental Activities	20,449,168	-	82,414	4,854,143	-	(15,512,611)	-	(15,512,611)
<b>Business-Type Activities:</b>								
Food Service	390,689		57,311	395,411		62,033		62,033
Community Education Recreation Program	174,287		178,916			4,629		4,629
Total Business-Type Activities	564,976	-	236,227	395,411	-	66,662		66,662
Total Primary Government	\$ 21,014,144	-	318,641	5,249,554	-	(15,512,611)	66,662	(15,445,949)
<b>General Revenues:</b>								
Property Taxes, Levied for General Purposes, Net						\$ 8,949,548		8,949,548
Taxes Levied for Debt Service						299,067		299,067
Federal and State Aid not Restricted						5,681,557		5,681,557
Investment Earnings						1,724		1,724
Miscellaneous Income						11,282		11,282
Special Items:								
Non-Cash Equipment							14,372	14,372
Total General Revenues, Special Items, Extraordinary Items and Transfers						14,943,178	14,372	14,957,550
Change in Net Assets						(569,433)	81,034	(488,399)
Net Position - Beginning, As restated						5,333,627	16	5,333,643
Net Position - Ending						\$ 4,764,194	81,050	4,845,244

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

## FUND FINANCIAL STATEMENTS

The individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2015**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 1,037,580	54,705	96,930	5,763	1,194,978
Receivables from Other Governments	73,193	3,171			76,364
Interfunds Receivable	67,990			60	68,050
Other Accounts Receivable	26,291				26,291
Restricted Cash and Cash Equivalents	183,600				183,600
<b>Total Assets</b>	<u>1,388,654</u>	<u>57,876</u>	<u>96,930</u>	<u>5,823</u>	<u>1,549,283</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	293,804	57,296			351,100
Payable to State Government		17,503			17,503
Interfunds Payable			60		60
Unearned Revenue		13,731			13,731
<b>Total Liabilities</b>	<u>293,804</u>	<u>88,530</u>	<u>60</u>	<u>-</u>	<u>382,394</u>
Fund Balances:					
Nonspendable:					
None					
Restricted for:					
Excess Surplus - Current Year	460,651				460,651
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	527,146				527,146
Debt Service				5,823	5,823
Capital Projects			96,870		96,870
Committed to:					
Maintenance Reserve	183,500				183,500
Capital Reserve	100				100
Assigned to:					
Designated by BOE for Subsequent Expenditures	49,900				49,900
Unassigned:					
General Fund	(126,447)				(126,447)
Special Revenue Fund		(30,654)			(30,654)
<b>Total Fund Balances</b>	<u>1,094,850</u>	<u>(30,654)</u>	<u>96,870</u>	<u>5,823</u>	<u>1,166,889</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,388,654</u>	<u>57,876</u>	<u>96,930</u>	<u>5,823</u>	

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 \$17,079,875 and the accumulated depreciation is \$6,083,329.

10,996,546

Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(3,702,581)

Pension Liabilities Net of Deferred Outflows & Inflows

(3,652,777)

Interest on long-term debt in the statement of activities is accrued, regardless of when due.

(43,883)

Net position of governmental activities \$ 4,764,194

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2015**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 8,949,548			299,067	9,248,615
Tuition	82,414				82,414
Interest Earned on Investments	1,664		60		1,724
Miscellaneous	11,282				11,282
Total Local Sources	9,044,908	-	60	299,067	9,344,035
State Sources	7,209,023	582,408	-		7,791,431
Federal Sources	104,673	900,780			1,005,453
Total Revenues	<u>16,358,604</u>	<u>1,483,188</u>	<u>60</u>	<u>299,067</u>	<u>18,140,919</u>
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	5,150,780				5,150,780
Special Education Instruction	1,282,221	1,210,378			2,492,599
Other Special Instruction	274,544				274,544
Support Services:					
Tuition	504,975				504,975
Student & Instruction Related Serv.	1,634,942	336,419			1,971,361
School Administrative Services	551,423				551,423
General Administrative Services	313,859				313,859
Plant Operation and Maintenance	1,395,058				1,395,058
Pupil Transportation	511,604				511,604
Central Services	348,008				348,008
Employee Benefits	4,546,229				4,546,229
Debt Service:					
Principal				330,000	330,000
Interest and Other Charges				137,523	137,523
Capital Outlay	270,796				270,796
Transfer to Charter Schools	25,857				25,857
Total Expenditures	<u>16,810,296</u>	<u>1,546,797</u>	<u>-</u>	<u>467,523</u>	<u>18,824,616</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(451,692)</u>	<u>(63,609)</u>	<u>60</u>	<u>(168,456)</u>	<u>(683,697)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfer in		63,211		171,137	234,348
Transfer out	(63,211)		(171,137)		(234,348)
Capital Lease Proceeds	159,423				159,423
Total Other Financing Sources and Uses	<u>96,212</u>	<u>63,211</u>	<u>(171,137)</u>	<u>171,137</u>	<u>159,423</u>
Net Changes in Fund Balance	(355,480)	(398)	(171,077)	2,681	(524,274)
Fund Balance - July 1	1,450,330	(30,256)	267,947	3,142	1,691,163
Fund Balance - June 30	<u>\$ 1,094,850</u>	<u>(30,654)</u>	<u>96,870</u>	<u>5,823</u>	<u>1,166,889</u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2015**

Total Net Change in Fund Balance - Governmental Funds (from B-2)	\$	(524,274)
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, on 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 current fiscal year.</p>		
Depreciation expense	(494,164)	
Capital Outlay	<u>210,124</u>	(284,040)
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
Bonds Payable	330,000	
Capital Lease Payable	<u>85,427</u>	415,427
<p>Proceeds from debt issues are a financing source in the governmental funds. They are not a revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.</p>		
Capital Leases		(159,423)
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of of employee contributions is reported as pension expense.</p>		
District pension contributions - PERS	168,466	
Cost of benefits earned net of employee contributions	<u>(197,563)</u>	(29,097)
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		7,682
<p>In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.</p>		
		4,292
Change in Net Position of Governmental Activities	\$	<u><u>(569,433)</u></u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Net Position**  
**June 30, 2015**

	Business-Type Activities - Enterprise Fund Non Major Funds		
	Food Service	CER Program	Totals
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ -	20,194	20,194
Accounts Receivable	88,739	1,635	90,374
Inventories	5,862		5,862
Total Current Assets	<u>94,601</u>	<u>21,829</u>	<u>116,430</u>
Noncurrent Assets:			
Furniture, Machinery & Equipment	168,048		168,048
Less: Accumulated Depreciation	(118,278)		(118,278)
Total Noncurrent Assets	<u>49,770</u>	<u>-</u>	<u>49,770</u>
Total Assets	<u><u>144,371</u></u>	<u><u>21,829</u></u>	<u><u>166,200</u></u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable		94	94
Unearned Revenues		17,090	17,090
Interfunds Payable	67,966		67,966
Total Current Liabilities	<u>67,966</u>	<u>17,184</u>	<u>85,150</u>
Noncurrent Liabilities:			
None	-	-	-
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>67,966</u>	<u>17,184</u>	<u>85,150</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	49,770	-	49,770
Unrestricted	26,635	4,645	31,280
Total Net Position	<u><u>\$ 76,405</u></u>	<u><u>4,645</u></u>	<u><u>81,050</u></u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**For the Year Ended June 30, 2015**

	Business-Type Activities - Enterprise Fund Non Major Funds		
	Food Service	CER Program	Totals Enterprise
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 5,709		5,709
Daily Sales - Non-reimbursable Programs	49,745		49,745
Participant Fees		178,916	178,916
Other Income	1,857		1,857
Total Operating Revenue	<u>57,311</u>	<u>178,916</u>	<u>236,227</u>
Operating Expenses:			
Cost of Sales	185,316		185,316
Salaries and Benefits	143,750	145,118	288,868
Management Fee	33,000		33,000
Other Purchased Professional Services		24,031	24,031
Supplies and Materials	14,084	5,138	19,222
Miscellaneous	11,949		11,949
Depreciation	2,590		2,590
Total Operating Expenses	<u>390,689</u>	<u>174,287</u>	<u>564,976</u>
Operating Income (Loss)	<u>(333,378)</u>	<u>4,629</u>	<u>(328,749)</u>
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	5,652		5,652
Federal Sources:			
National School Lunch Program	276,680		276,680
National School Breakfast Program	71,230		71,230
After School Snack Program	8,667		8,667
Supplemental Nutrition Assistance	6,139		6,139
Food Distribution Program	27,043		27,043
Total Nonoperating Revenues (Expenses)	<u>395,411</u>	<u>-</u>	<u>395,411</u>
Income (Loss) before Contributions & Transfers	<u>62,033</u>	<u>4,629</u>	<u>66,662</u>
Non-Cash Equipment	<u>14,372</u>		<u>14,372</u>
Changes in Net Position	76,405	4,629	81,034
Total Net Position - Beginning	<u>-</u>	<u>16</u>	<u>16</u>
Total Net Position - Ending	<u>\$ 76,405</u>	<u>4,645</u>	<u>81,050</u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2015**

	Business-Type Activities - Enterprise Fund Non Major Funds		
	Food Service	CER Program	Totals Enterprise
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers	\$ 74,306	178,330	252,636
Payments to Employees		(146,094)	(146,094)
Payments for Purchased Contracted Services		(23,977)	(23,977)
Payments for Suppliers	(393,962)	(5,098)	(399,060)
Net Cash Provided by (Used for) Operating Activities	<u>(319,656)</u>	<u>3,161</u>	<u>(316,495)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
State Sources	4,393		4,393
Federal Sources	288,220		288,220
Food Distribution Program	27,043		27,043
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>319,656</u>	<u>-</u>	<u>319,656</u>
<b>CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
None	-	-	-
Net Cash (Used for) Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
None	-	-	-
Net Cash Provided by (Used for) Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	-	3,161.00	3,161.00
Balance - Beginning of Year	-	17,033	17,033
Balance - End of Year	<u>-</u>	<u>20,194</u>	<u>20,194</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>			
Operating Income (Loss)	(333,378)	4,629	(328,749)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation and Net Amortization	2,590	-	2,590
(Increase) in Inventory	(5,863)		(5,863)
Increase in Interfund	29,978		29,978
(Increase) in Accounts Receivable	(12,983)	(597)	(13,580)
(Decrease) in Accounts Payable		(882)	(882)
Increase in Deferred Revenues		11	11
Total Adjustments	<u>13,722</u>	<u>(1,468)</u>	<u>12,254</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (319,656)</u>	<u>3,161</u>	<u>(316,495)</u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Statement of Fiduciary Net Position**  
**For the Year Ended June 30, 2015**

	<u>Unemployment Compensation</u>	<u>Agency Fund</u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ <u>111,485</u>	<u>23,831</u>
Total Assets	<u>111,485</u>	<u>23,831</u>
<b>LIABILITIES</b>		
Payable to Student Groups		23,659
Interfund Payable		24
Accounts Payable	<u>619</u>	<u>148</u>
Total Liabilities	<u>619</u>	<u>23,831</u>
<b>NET POSITION</b>		
Held in Trust for Unemployment Claims and Other Purposes	\$ <u>110,866</u>	

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Position**  
**For the Year Ended June 30, 2015**

		<u>Unemployment Compensation</u>
<b>ADDITIONS</b>		
Contributions:		
Plan Member	\$	18,206
Total Contributions		<u>18,206</u>
Investment Earnings:		
Interest		70
Net Investment Earnings		<u>70</u>
Total Additions		<u>18,276</u>
<b>DEDUCTIONS</b>		
Unemployment Claims		17,889
Total Deductions		<u>17,889</u>
Changes in Net Assets		387
Net Position - Beginning of the Year		110,479
Net Position - End of the Year	\$	<u><u>110,866</u></u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

The financial statements of the Board of Education (Board) of the City of Somers Point School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

**A. REPORTING ENTITY**

The City of Somers Point School District is a Type II district located in the County of Atlantic, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The City of Somers Point School District had an enrollment at June 30, 2015 of 984 students.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is whether:

- the organization is legally separate (can sue or be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is a fiscal dependency by the organization on the District

Based on the aforementioned criteria, the District has no component units.

**B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS**

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

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

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

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

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS**

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

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

The following fund types are used by the District:

**1. Governmental Funds:**

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

- a. **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Special Revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District.
- c. **Capital Projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

- d. **Debt Service** funds are used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

**Fund Balances – Governmental Funds**

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

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

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

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

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

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

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

**2. Proprietary Funds:**

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

- a. **Enterprise Funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The District operates a CER fund to provide a Community Education Program for the students of the District. Starting in fiscal year 2015, the district operates a food service fund to provide a child nutrition program for the students of the district.

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**3. Fiduciary Funds:**

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

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

All fund internal activity is eliminated when carried to the Government-Wide statements.

**D. BASIS OF ACCOUNTING**

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

**1. Accrual:**

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

**2. Modified Accrual:**

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

**E. FINANCIAL STATEMENT AMOUNTS**

**1. Cash and Cash Equivalents:**

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

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

NJSA 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 least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental units.

**2. Investments:**

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

**3. Inventories:**

Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first –out method. As of June 30, 2015, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

Food and Supplies	\$	5,862
	\$	<u>5,862</u>

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements. The value of commodities included in the food inventory on June 30, 2015 is \$2,933.

**4. Capital Assets:**

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

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assets	50-65 years

Infrastructure assets include roads, parking lots, underground pipe, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**5. Revenues:**

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

**6. Expenditures:**

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

**7. Compensated Absences:**

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

**8. Interfund Activity:**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**9. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools.

Significant transfers approved by the Board of Education during the fiscal year were as follows:

Regular Programs - Instruction	
Grades 6 - 8 Salaries of Teachers	\$ (167,869)
Undistributed Expenditures - Student Transportation Services	
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	108,205
Undistributed Expenditures - Unallocated Benefits	
Health Benefits	(152,787)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid 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.

**10. Tuition Receivable:**

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. The final cost is based on agreements with the sending districts with a negotiated amount up to the final cost as determined by State of New Jersey.

**11. Tuition Payable:**

Tuition charges for the fiscal years 2014/15 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**12. Use of Estimates:**

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

**13. Allocation of Costs:**

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

**14. Pensions:**

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

**F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE**

In June 2012, GASB issued Statement No. 68 "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". This statement, which is effective for fiscal periods beginning after June 15, 2014, will have a significant effect on the District's financial reporting.

In November 2013, Governmental Accounting Standards Board (GASB) issued Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68". The provisions of this statement are required to be applied simultaneously with the provisions of Statement 68 which is effective for periods beginning after June 15, 2014. The impact of this statement on the net position of the entity is not presently determinable; but it is anticipated to be significant.

In February 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 72, "Fair Value Measurement and Application". This statement is effective for fiscal periods beginning after June 15, 2015, will not have any effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 73, "Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68". This statement is effective for fiscal periods beginning after June 30, 2016, will not have any effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans". This statement is effective for fiscal periods beginning after June 30, 2016 and establishes new accounting and financial reporting requirements for OPEB plans. It is anticipated that this statement will not have any effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement is effective for fiscal periods beginning after June 30, 2017. Although not determinable, the impact of this statement on the net position of the entity is anticipated to be significant.

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 2 – CASH AND CASH EQUIVALENTS**

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act at June 30, 2015, the carrying amount of the Board's deposits were \$1,534,087 and the bank balance was \$1,592,304. Of the School District's bank balance of \$1,592,304 as of June 30, 2015, \$159,704 was uninsured and uncollateralized.

**NOTE 3 – RECEIVABLES**

Receivables at June 30, 2015, consisted of accounts (rent, tuition, and fees), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	District Wide Financial Statements
State Aid	\$ 33,696	34,955
Federal Aid	42,668	117,164
Other	26,291	40,910
Gross Receivables	102,655	193,029
Less: Allowance for Uncollectibles		
Total Receivables, Net	\$ 102,655	193,029

**NOTE 4 – INTERFUND TRANSFERS AND BALANCES**

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund; (2) repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2015.

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 67,990	
Capital Projects Fund		60
Debt Service Fund	60	
Food Service Fund		67,966
Agency Fund		24
	\$ 68,050	68,050

The general fund receivable is comprised of two interfunds. The first is due from the food service fund in the amount of \$67,966 for equipment purchased and a loan for cash flow purposes. The second is due from the agency fund in the amount of \$24 which is a result of interest earned on the deposits. The debt service fund receivable is comprised of one interfund. It is due from the capital projects Fund in the amount of \$60 which is a result of interest earned on the deposits in the Capital Projects Fund.

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 5 – CAPITAL ASSETS**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Adjustments</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 27,012			27,012
Total capital assets not being depreciated	<u>27,012</u>	<u>-</u>	<u>-</u>	<u>27,012</u>
Capital assets being depreciated:				
Land Improvements	165,531			165,531
Buildings and building improvements	16,113,621	163,473		16,277,094
Equipment	684,224	61,023	(135,009)	610,238
Total capital assets being depreciated at historical cost	<u>16,963,376</u>	<u>224,496</u>	<u>(135,009)</u>	<u>17,052,863</u>
Less accumulated depreciation for:				
Land Improvements	(98,381)	(7,077)		(105,458)
Buildings and improvements	(5,065,503)	(454,246)		(5,519,749)
Equipment	(545,918)	(32,841)	120,637	(458,122)
Total capital assets being depreciated, net of accumulated depreciation	<u>11,253,574</u>	<u>(269,668)</u>	<u>(14,372)</u>	<u>10,969,534</u>
Governmental activity capital assets, net	<u>11,280,586</u>	<u>\$ (269,668)</u>	<u>\$ (14,372)</u>	<u>10,996,546</u>
<b>Business-type activities:</b>				
Capital assets being depreciated:				
Equipment	-	37,988	130,060	168,048.00
Less accumulated depreciation	-	(2,590)	(115,688)	(118,278.00)
Enterprise Fund capital assets, net	<u>\$ -</u>	<u>35,398</u>	<u>14,372</u>	<u>49,770</u>

Depreciation expense is charged to governmental functions as follows:

Regular Instruction	\$ 195,656
Special Education	94,683
Other Special Instruction	10,429
Student & Instruction Related Service	74,883
School Administrative Services	20,946
General Administrative Services	11,922
Plant Operations and Maintenance	52,992
Pupil Transportation	19,434
Central Services	13,219
	<u>\$ 494,164</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 6 – LONG-TERM OBLIGATIONS**

Changes in long-term obligations for the year ended June 30, 2015 are as follows:

	Balance July 1, 2014	Issues or Additions	Payments or Expenditures	Balance June 30, 2015	Amounts Due Within One Year
Compensated Absences	\$ 294,840		7,682	287,158	
Capital Leases Payable	45,427	159,423	85,427	119,423	28,867
Bonds Payable	3,626,000		330,000	3,296,000	340,000
Net Pension Liability	3,826,055			3,826,055	
	<u>\$ 7,792,322</u>	<u>159,423</u>	<u>423,109</u>	<u>7,528,636</u>	<u>368,867</u>

Compensated absences have been liquidated in the General Fund.

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.

At June 30, 2015, bonds payable consisted of the following issues:

\$1,523,000 School Bonds dated April 4, 2006, due in annual installments beginning February 1, 2005 through February 1, 2019, bearing interest at 4.10% per annum. The balance remaining as of June 30, 2015 is \$543,000.

\$3,443,000 School Bonds dated February 15, 2011, due in annual installments beginning February 15, 2011 through February 15, 2026, bearing interest at variable rates from 2.00% to 4.00% per annum. The balance remaining as of June 30, 2015 is \$2,753,000.

Debt service requirements on serial bonds payable at June 30, 2015 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2016	\$ 340,000	126,083	466,083
2017	350,000	114,343	464,343
2018	360,000	102,303	462,303
2019	353,000	89,963	442,963
2020	240,000	75,720	315,720
2021-2025	1,380,000	225,200	1,605,200
2026-2027	273,000	10,920	283,920
	<u>\$ 3,296,000</u>	<u>744,532</u>	<u>4,040,532</u>

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

Capital Leases

The District is leasing security system equipment amounting to \$159,423 under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2015:

Fiscal Year Ending June 30,	Amount
2016	\$ 31,553
2017	31,553
2018	31,553
2019	31,553
Total minimum lease payments	126,212
Less amount representing interest	6,789
Present value of lease payments	\$ 119,423

**NOTE 7 – PENSION PLANS**

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the reports can be accessed on the internet at [www.state.nj.us/treasury/pensions/annrpts.shtml](http://www.state.nj.us/treasury/pensions/annrpts.shtml)

Teachers' Pension and Annuity Fund (TPAF)

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

Public Employees' Retirement System (PERS)

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF and PERS rate is 6.92% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2015, 2014, and 2013 were \$387,213, \$312,733, and \$483,630 respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2015, 2014, and 2013 were \$168,466, \$165,607 and \$155,607 respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2015, 2014, and 2013, the State of New Jersey contributed \$614,701, \$512,763, and \$546,863, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$566,616, \$514,476, and \$513,851, during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund statements and schedules as revenues and expenditures in accordance in GASB Standards.

For the DCRP, members contribute at a uniform rate of 5.5% of their base salary. Employers are required to contribute at a set rate of 3.0% of base salary. There were no employees enrolled in the DCRP for the year ended June 30, 2015.

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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(CONTINUED)**

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of  $\frac{1}{4}$  of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to  $\frac{1}{60}$ <sup>th</sup> from  $\frac{1}{55}$ <sup>th</sup>, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. For new members of the PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for social security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined a  $\frac{1}{7}$ <sup>th</sup> of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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(CONTINUED)**

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**NOTE 8 – PUBLIC EMPLOYEES RETIREMENT SYSTEM**

At June 30, 2015, the District reported a liability of \$3,826,055 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the District's proportion was 0.0204353405%, which was an increase of 3.53% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$197,563. 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
Differences between expended and actual experience		
Changes of assumptions	\$ 120,312	
Net difference between projected and actual earnings on pension plan investments		228,012
Changes in proportion and differences between District contributions and proportionate share of contributions	112,512	
District contributions subsequent to the measurement date	168,466	
Total	\$ 401,290	228,012

\$168,466 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (June 30, 2014) will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2016	\$ (37,530)
2017	(37,530)
2018	(37,530)
2019	(37,530)
2020	29,457
Thereafter	12,961
Total	\$ (107,700)

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**Actuarial Assumptions**

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

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

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

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

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

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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(CONTINUED)**

*Discount Rate*

The discount rate used to measure the total pension liability was 5.39% and 5.55% as of June 30, 2014 and 2013, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.29% and 4.63% as of June 30, 2014 and 2013, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

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

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
District's proportionate share of the net pension liability	\$ 4,813,307	3,826,055	2,997,014

*Pension plan fiduciary net position*

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

**NOTE 9 – TEACHERS PENSION AND ANNUITY FUND (TPAF)**

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

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		39,510,379
Total	\$	39,510,379

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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(CONTINUED)**

The net pension liability was measured as of June 30, 2014 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2014, the District's proportion was 0.00%, which was a decrease of 0.00% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$2,126,029 and revenue of \$2,126,029 for support provided by the State. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to TPAF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	16,130
Changes of assumptions	1,693,559	
Net difference between projected and actual earnings on pension plan investments		1,278,443
Changes in proportion and differences between District contributions and proportionate share of contributions		527,814
District contributions subsequent to the measurement date	387,213	
Total	\$ 2,080,772	1,822,387

\$387,213 reported as deferred outflows of resources related to pensions resulting from district contributions subsequent to the measurement date (June 30, 2014) will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year ended June 30,	
	2016	\$ 30,982
	2017	30,982
	2018	30,982
	2019	30,982
	2020	(72,216)
	Thereafter	(180,541)
	Total	\$ (128,828)

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

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

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return.</u>
Cash	6.00%	0.50%
Core fixed Income	0.00%	2.19%
Core bonds	1.00%	1.38%
Short-term bonds	0.00%	1.00%
Intermediate-term bonds	11.20%	2.60%
Long-term bonds	0.00%	3.23%
Mortgages	2.50%	2.84%
High yield bonds	5.50%	4.15%
Non-US fixed income	0.00%	1.41%
Inflation-indexed bonds	2.50%	1.30%
Broad US equities	25.90%	5.88%
Large cap US equities	0.00%	5.62%
Mid cap US equities	0.00%	6.39%
Small cap US equities	0.00%	7.39%
Developed foreign equities	12.70%	6.05%
Emerging market equities	6.50%	8.90%
Private equity	8.25%	9.15%
Hedge funds/absolute return	12.25%	3.85%
Real estate (property)	3.20%	4.43%
Real estate (REITS)	0.00%	5.58%
Commodities	2.50%	3.60%
Long credit bonds	0.00%	3.74%

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

*Discount rate.* The discount rate used to measure the total pension liability was 4.68% and 4.95% as of June 30, 2014 and 2013, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.29% and 4.63% as of June 30, 2014 and 2013, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years. 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 District's proportionate share of the net pension liability to changes in the discount rate*

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 4.68% 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 (3.68%) or 1-percentage point higher (5.68%) than the current rate:

	1% Decrease (3.68%)	Current Discount Rate (4.68%)	1% Increase (5.68%)
District's proportionate share of the net pension liability	\$ -	-	-

*Pension plan fiduciary net position*

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

**NOTE 10 – POST-RETIREMENT BENEFITS**

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 11 – COMPENSATED ABSENCES**

The liability for vested compensated absences for the governmental fund types is recorded in current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability of compensated absences.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2015, no liability existed for compensated absences in the Food Service Fund and Community Education Recreation Program.

**NOTE 12 – DEFERRED COMPENSATION**

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

Lincoln Investments	Valic
Equitable Insurance	Siracusa Insurance

**NOTE 13 – CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by City of Somers Point Board of Education by the inclusion of \$100.00 on September 21, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Beginning balance, July 1, 2014	\$	100
No activity in FY 2015		
Ending balance, June 30, 2015	<u>\$</u>	<u>100</u>

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may deposit funds into the capital reserve account at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to N.J.A.C. 6:23A-5.1(d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its LRFP.

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 14 – MAINTENANCE RESERVE ACCOUNT**

A maintenance reserve account was established by the City of Somers Point Board of Education for the accumulation of funds for use as required maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance, July 1, 2014	\$	205,000
Withdraws:		
Board Resolution - August 21, 2014		(21,500)
		_____
Ending balance, June 30, 2015	\$	183,500

**NOTE 15 – 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 insurance coverage for property, liability and surety bonds through the Atlantic & Cape May Counties Association of School Business Officials Joint Insurance Fund (ACCASBOJIF). A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

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

Fiscal Year	Interest on Investments	Employee Contributions	Board Contribution	Amount Reimbursed	Ending Balance
2014-2015	\$ 70	18,206		17,889	110,866
2013-2014	105	17,101		40,283	110,479
2012-2013	173	16,970	18,141	17,614	133,556

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 16 – CONTINGENT LIABILITIES**

Federal and State Grants

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

**NOTE 17 – ECONOMIC DEPENDENCY**

The District receives support from federal government and from the state government. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

**NOTE 18 – LITIGATION**

From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any present legal proceedings will not have any adverse material affect on the accompanying financial statements.

**NOTE 19 – FUND BALANCE APPROPRIATED**

General Fund – Of the \$1,094,850 General Fund fund balance, at June 30, 2015, \$76,090 is reserved for encumbrances, but not reflected as committed on the balance sheet since the unassigned balance is negative; \$987,797 is reserved as excess surplus in accordance with NJSA 18A:7F-7 (\$527,146 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2015), \$100 has been reserved in the Capital Reserve Account; \$183,500 has been reserved in the Maintenance Reserve Account; \$49,900 is designated by BOE for subsequent expenditures and (\$126,447) is classified and Unassigned, after adjusting for the encumbrance amount of \$76,090.

**NOTE 20 – CALCULATION OF EXCESS SURPLUS**

The designation for Reserved 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 General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount of budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2015 is \$460,651. The excess fund balance at June 30, 2014 was \$527,146.

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**CITY OF SOMERS POINT SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**NOTE 21 – DEFICIT FUND BALANCES**

The District has a deficit unassigned fund balance of (\$30,654) in the Special Revenue Fund as of June 30, 2015 as reported in the fund statements (modified accrual basis). *N.J.S.A. 18A:22-44.2* provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last payment as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties. The District deficit in the Special revenue fund in the GAAP fund statements of (\$30,654) is equal to the last state aid payment for that fund.

**NOTE 22 – RESTATEMENT OF PRIOR YEAR BALANCES**

Net position has been restated as required by the implementation of GASB 68, as discussed in notes 8 and 9 above.

<b>Beginning net position as previously reported at June 30, 2014</b>	\$	8,957,307
Prior period adjustment - Implementation GASB 68		
Net pension liability (measurement date)		(3,772,405)
Deferred outflows - District's contributions made during fiscal year 2014		148,725
Total prior period adjustment		(3,623,680)
<b>Net position as restated, July 1, 2014</b>	<b>\$</b>	<b>5,333,627</b>

**NOTE 23 – SUBSEQUENT EVENTS**

Management has reviewed and evaluated all events and transactions that occurred through November 27, 2015, the date that the financial statements were available to be issued for possible disclosure and recognition in the financial statements.

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## **Required Supplementary Information – Part II**



# **Budgetary Comparison Schedules**



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 8,949,548		8,949,548	8,949,548	-
Tuition From Other LEAs Within the State	4,543		4,543	82,414	77,871
Interest Earned on Capital Reserve Funds	100		100		(100)
Unrestricted Miscellaneous Revenues	1,000		1,000	12,946	11,946
<b>Total Local Sources</b>	<b>8,955,191</b>	<b>-</b>	<b>8,955,191</b>	<b>9,044,908</b>	<b>89,717</b>
State Sources:					
Categorical Special Education Aid	561,975		561,975	561,975	-
Equalization Aid	4,959,725		4,959,725	4,959,725	-
Categorical Security Aid	60,375		60,375	60,375	-
Categorical Transportation Aid	16,457		16,457	16,457	-
Under Adequacy Aid	12,194		12,194	12,194	-
PARCC Readiness Aid	9,890		9,890	9,890	-
Per Pupil Growth Aid	9,890		9,890	9,890	-
Extraordinary Aid			-	6,234	6,234
Non-Public Transportation Aid			-	1,218	1,218
TPAF Post Retirement Pension (On-Behalf - Non-Budgeted)			-	614,701	614,701
TPAF Pension (On-Behalf - Non-Budgeted)			-	387,213	387,213
Reimbursed TPAF Social Security Contributions (non-budgeted)			-	566,616	566,616
<b>Total State Sources</b>	<b>5,630,506</b>	<b>-</b>	<b>5,630,506</b>	<b>7,206,488</b>	<b>1,575,982</b>
Federal Sources:					
Medical Assistance Program (SEMI)	32,024		32,024	81,102	49,078
ARRA - Medical Assistance Program (SEMI)			-	23,571	23,571
<b>Total Federal Sources</b>	<b>32,024</b>	<b>-</b>	<b>32,024</b>	<b>104,673</b>	<b>72,649</b>
<b>Total Revenues</b>	<b>14,617,721</b>	<b>-</b>	<b>14,617,721</b>	<b>16,356,069</b>	<b>1,738,348</b>
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
<b>REGULAR PROGRAMS - INSTRUCTION</b>					
Kindergarten - Salaries of Teachers	406,205	1,877	408,082	401,974	6,108
Grades 1 - 5 Salaries of Teachers	2,633,615	(78,000)	2,555,615	2,542,428	13,187
Grades 6 - 8 Salaries of Teachers	1,861,381	(167,869)	1,693,512	1,682,048	11,464
Regular Programs - Home Instruction					
Salaries of Teachers	7,000	8,000	15,000	13,474	1,526
Purchased Professional - Educational Services	12,000	(4,000)	8,000	3,745	4,255
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	176,163	(13,559)	162,604	162,483	121
Other Purchased Services (400-500 series)	193,808	(8,000)	185,808	173,365	12,443
General Supplies	212,511	(3,235)	209,276	171,263	38,013
Textbooks	2,500	(2,500)	-	-	-
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>5,505,183</b>	<b>(267,286)</b>	<b>5,237,897</b>	<b>5,150,780</b>	<b>87,117</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
Learning and/or Language Disabilities					
Salaries of Teachers	53,118		53,118	52,948	170
General Supplies	1,000	(700)	300	300	-
<b>Total Learning and/or Language Disabilities</b>	<b>54,118</b>	<b>(700)</b>	<b>53,418</b>	<b>53,248</b>	<b>170</b>
Behavioral Disabilities					
Salaries of Teachers	1,233		1,233	1,233	-
<b>Total Behavioral Disabilities</b>	<b>1,233</b>	<b>-</b>	<b>1,233</b>	<b>1,233</b>	<b>-</b>
Multiple Disabilities					
Salaries of Teachers	141,098	2,280	143,378	140,561	2,817
Other Salaries for Instruction	14,184	1,350	15,534	15,514	20
General Supplies	2,000	(1,000)	1,000	955	45
<b>Total Multiple Disabilities</b>	<b>157,282</b>	<b>2,630</b>	<b>159,912</b>	<b>157,030</b>	<b>2,882</b>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Resource Room/Resource Center					
Salaries of Teachers	\$ 935,762	(19,500)	916,262	907,153	9,109
Other Salaries for Instruction	74,618	29,659	104,277	103,357	920
General Supplies	2,000		2,000	1,952	48
Total Resource Room/Resource Center	<u>1,012,380</u>	<u>10,159</u>	<u>1,022,539</u>	<u>1,012,462</u>	<u>10,077</u>
Preschool Disabilities - Part-Time					
Salaries of Teachers	54,716	2,100	56,816	56,376	440
General Supplies	1,900		1,900	1,872	28
Total Preschool Disabilities - Part-Time	<u>56,616</u>	<u>2,100</u>	<u>58,716</u>	<u>58,248</u>	<u>468</u>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<u>1,281,629</u>	<u>14,189</u>	<u>1,295,818</u>	<u>1,282,221</u>	<u>13,597</u>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	53,155	(47,392)	5,763	1,919	3,844
Total Basic Skills/Remedial - Instruction	<u>53,155</u>	<u>(47,392)</u>	<u>5,763</u>	<u>1,919</u>	<u>3,844</u>
Bilingual Education - Instruction					
Salaries of Teachers	68,333	32,642	100,975	98,252	2,723
Total Bilingual Education - Instruction	<u>68,333</u>	<u>32,642</u>	<u>100,975</u>	<u>98,252</u>	<u>2,723</u>
School-Spon. Co/Extra-curr. Activities - Instruction					
Salaries	54,350	(1,000)	53,350	41,871	11,479
Purchased Services (300-500 series)	2,000		2,000		2,000
Supplies & Materials	1,000		1,000	1,000	-
Total School-Spon. Cocurricular Activities - Inst.	<u>57,350</u>	<u>(1,000)</u>	<u>56,350</u>	<u>42,871</u>	<u>13,479</u>
School-Sponsored Athletics - Instruction					
Salaries	43,410	1,800	45,210	44,515	695
Purchased Services (300-500 series)	1,500		1,500	254	1,246
Supplies & Materials	5,000		5,000	4,546	454
Other Objects	8,000	(800)	7,200	7,049	151
Total School-Spon. Cocurricular Athletics - Inst.	<u>57,910</u>	<u>1,000</u>	<u>58,910</u>	<u>56,364</u>	<u>2,546</u>
Summer School - Instruction					
Salaries	2,000		2,000	2,000	-
Total Summer School - Instruction	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Community Services Programs/Operations					
Salaries	72,132	1,050	73,182	73,138	44
Total Community Services Programs/Operations	<u>72,132</u>	<u>1,050</u>	<u>73,182</u>	<u>73,138</u>	<u>44</u>
<b>TOTAL INSTRUCTION</b>	<u>\$ 7,097,692</u>	<u>(266,797)</u>	<u>6,830,895</u>	<u>6,707,545</u>	<u>123,350</u>
<b>UNDISTRIBUTED EXPENDITURES</b>					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs-Within the State-Special	\$ 21,479	75,125	96,604	96,076	528
Tuition to CSSD & Regional Day Schools	214,247	(6,500)	207,747	207,630	117
Tuition to Private Schools for the Disabled - Within State	136,403	65,501	201,904	201,269	635
Total Undistributed Expenditures - Instruction	<u>372,129</u>	<u>134,126</u>	<u>506,255</u>	<u>504,975</u>	<u>1,280</u>
Undistributed Expend. - Attend. & Social Work					
Salaries	33,110		33,110	32,164	946
Other Purchased Services (400-500)	100		100		100
Total Undist. Expend. - Attend. & Social Worker	<u>33,210</u>	<u>-</u>	<u>33,210</u>	<u>32,164</u>	<u>1,046</u>
Undistributed Expend. - Health Services					
Salaries	174,616	7,812	182,428	179,807	2,621
Purchased Professional and Technical Services	1,900		1,900	1,246	654
Supplies & Materials	5,300	800	6,100	5,974	126
Total Undistributed Expend. - Health Services	<u>181,816</u>	<u>8,612</u>	<u>190,428</u>	<u>187,027</u>	<u>3,401</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Other Support Serv. Students - Speech, OT, PT & Related Services					
Salaries	\$ 192,582	5,889	198,471	198,471	-
Purchased Professional - Educational Services	58,517	5,309	63,826	59,641	4,185
Supplies & Materials	2,000	1,425	3,425	3,335	90
Total Undist. Expend. - Other Support Services Student - Speech, OT, PT & Related Services	<u>253,099</u>	<u>12,623</u>	<u>265,722</u>	<u>261,447</u>	<u>4,275</u>
Undist. Expend. - Other Support Serv. Students - Extraordinary Services					
Salaries	17,295	740	18,035	18,034	1
Purchased Professional - Educational Services	71,500	4,696	76,196	58,867	17,329
Total Undist. Expend. - Other Support Services Students - Extraordinary Services	<u>88,795</u>	<u>5,436</u>	<u>94,231</u>	<u>76,901</u>	<u>17,330</u>
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	229,404	15,000	244,404	244,401	3
Other Purchased Services (400-500 series)	14,096		14,096	13,830	266
Supplies & Materials	1,500		1,500	1,500	-
Total Undist. Expend. - Other Support Services Students - Regular	<u>245,000</u>	<u>15,000</u>	<u>260,000</u>	<u>259,731</u>	<u>269</u>
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	379,870	(476)	379,394	379,317	77
Salaries of Secretarial and Clerical Assistants	49,937	947	50,884	50,883	1
Purchased Professional - Educational Services	8,000	6,000	14,000	13,559	441
Other Purchased Professional & Tech. Services	3,660		3,660	3,660	-
Misc Purch Serv (400-500 series O/t Resid Costs)	5,907	(1,500)	4,407	4,295	112
Supplies & Materials	4,500	1,500	6,000	6,000	-
Other Objects	2,800	(1,000)	1,800	1,445	355
Total Undist. Expend. - Child Study Teams	<u>454,674</u>	<u>5,471</u>	<u>460,145</u>	<u>459,159</u>	<u>986</u>
Undist. Expend. - Improvement of Inst. Services					
Salaries Supervisor of Instruction	75,000	13,500	88,500	88,500	-
Salaries of Other Professional Staff	14,216	6,876	21,092	19,197	1,895
Salaries of Secretaries and Clerical Assistants	21,390	7,000	28,390	27,959	431
Other Salaries	37,000	(1,300)	35,700	35,700	-
Other Purchased Services (400-500 series)	4,100		4,100	1,436	2,664
Supplies & Materials	4,960	(3,445)	1,515	726	789
Other Objects	800		800	800	-
Total Undist. Expend. - Improvement of Inst. Serv.	<u>157,466</u>	<u>22,631</u>	<u>180,097</u>	<u>174,318</u>	<u>5,779</u>
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	112,851	(3,030)	109,821	109,430	391
Purchased Professional and Technical Services	5,200		5,200	3,481	1,719
Other Purchased Services (400-500 series)	54,300	(11,000)	43,300	36,415	6,885
Supplies & Materials	15,500		15,500	14,680	820
Other Objects	200		200	200	200
Total Undistributed Expenditures - Educational Media Services - School Library	<u>188,051</u>	<u>(14,030)</u>	<u>174,021</u>	<u>164,006</u>	<u>10,015</u>
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Other Professional Staff	38,000	(19,400)	18,600	11,090	7,510
Purchased Professional - Educational Services	10,000		10,000	908	9,092
Other Purchased Services (400-500 series)	11,700		11,700	8,081	3,619
Supplies & Materials	2,200		2,200	110	2,090
Total Undistributed Expenditures - Instructional Staff Training Services	<u>61,900</u>	<u>(19,400)</u>	<u>42,500</u>	<u>20,189</u>	<u>22,311</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	\$ 177,897	950	178,847	178,847	-
Legal Services	13,700	5,500	19,200	17,898	1,302
Audit Fees	34,500	(5,500)	29,000	26,000	3,000
Purchased Technical Services	20,077	651	20,728	16,235	4,493
Communications/Telephone	50,100	(5,450)	44,650	40,291	4,359
BOE Other Purchased Services	300		300	290	10
Misc. Purch Services (400-500 series)(Other than 530&585)	16,700	3,520	20,220	18,363	1,857
General Supplies	3,500		3,500	3,329	171
BOE In-House Training/Meeting Supplies	5,800	(2,500)	3,300	3,143	157
Miscellaneous Expenditures	2,000	(320)	1,680	1,477	203
BOE Membership Dues and Fees	8,700	(500)	8,200	7,986	214
Total Undistributed Expenditures - Support Services - General Administration	<u>333,274</u>	<u>(3,649)</u>	<u>329,625</u>	<u>313,859</u>	<u>15,766</u>
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals	331,012	108	331,120	331,119	1
Salaries of Secretarial and Clerical Assistants	178,001	16,275	194,276	193,773	503
Other Purchased Services (400-500 series)	26,532	(3,156)	23,376	12,910	10,466
Supplies & Materials	15,200		15,200	11,221	3,979
Other Objects	2,400		2,400	2,400	-
Total Undistributed Expenditures - Support Services - School Administration	<u>553,145</u>	<u>13,227</u>	<u>566,372</u>	<u>551,423</u>	<u>14,949</u>
Undist. Expend - Central Services					
Salaries	238,509		238,509	236,895	1,614
Purchased Technical Services	18,529	4,889	23,418	19,037	4,381
Misc. Purchased Services (400-500 series)(O/T 594)	7,280		7,280	5,896	1,384
Supplies and Materials	15,400	(1,000)	14,400	10,199	4,201
Miscellaneous Expenditures	5,275		5,275	2,109	3,166
Total Undistributed Expenditures - Central Services	<u>284,993</u>	<u>3,889</u>	<u>288,882</u>	<u>274,136</u>	<u>14,746</u>
Undis. Expend - Admin. Info Technology					
Salaries	40,700		40,700	40,700	-
Other Purchased Services (400-500 series)	17,200	(4,500)	12,700	7,758	4,942
Supplies and Materials	28,600	(2,000)	26,600	25,414	1,186
Total Undistributed Expenditures - Administration Information Technology	<u>86,500</u>	<u>(6,500)</u>	<u>80,000</u>	<u>73,872</u>	<u>6,128</u>
Undist. Expend. - Required Maint. School Fac.					
Salaries	137,882		137,882	137,882	-
Cleaning, Repair and Maintenance Service	148,660	69,900	218,560	188,309	30,251
General Supplies	27,000		27,000	25,237	1,763
Other Objects	2,775	(2,500)	275	275	-
Total Undistributed Expenditures - Allowable Maintenance for School Facilities	<u>316,317</u>	<u>67,400</u>	<u>383,717</u>	<u>351,703</u>	<u>32,014</u>
Undistributed Expenditures - Custodial Services					
Salaries	438,210	(9,200)	429,010	428,450	560
Purchased Professional and Technical Services	500		500	170	330
Cleaning, Repair and Maintenance Service	10,602	(5,000)	5,602	4,863	739
Rental of Land & Bldg. Oth. then Lease Pur Agrmt	2,000		2,000	1,800	200
Other Purchased Property Services	25,273	900	26,173	25,103	1,070
Insurance	123,000	(2,400)	120,600	120,595	5
Miscellaneous Purchased Services	7,000	(2,000)	5,000	2,820	2,180
General Supplies	50,759	(3,250)	47,509	46,167	1,342
Energy (Natural Gas)	77,181	2,546	79,727	79,726	1
Energy (Electricity)	276,527	13,600	290,127	289,723	404
Total Undistributed Expenditures - Custodial Services	<u>1,011,052</u>	<u>(4,804)</u>	<u>1,006,248</u>	<u>999,417</u>	<u>6,831</u>
Undist. Expend. - Care & Upkeep of Grounds					
Cleaning, Repair and Maintenance Services	4,530		4,530	3,938	592
Total Care and Upkeep of Grounds	<u>4,530</u>	<u>-</u>	<u>4,530</u>	<u>3,938</u>	<u>592</u>
Undist. Expend. - Security					
Cleaning, Repair and Maintenance Services	40,000		40,000	40,000	-
Total Security	<u>40,000</u>	<u>-</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Total Undistributed Expenditures					
Operations and Maintenance of Plant	\$ 1,371,899	62,596	1,434,495	1,395,058	39,437
Undist. Expend. - Student Transportation Serv.					
Salaries of Non-Instructional Aides	17,820	3,000	20,820	20,113	707
Contr. Serv. - Aid in Lieu Pymts-NonPub Sch	19,448	674	20,122	18,564	1,558
Contr. Serv. - (Oth than Bet Home & Sch)-Vend	33,983	(5,000)	28,983	17,432	11,551
Contr. Serv. - (Bet. Home & School) Joint Agrm.	181,565	(8,145)	173,420	169,210	4,210
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	180,325	108,205	288,530	286,285	2,245
Total Undistributed Expenditures - Student Transportation Services	433,141	98,734	531,875	511,604	20,271
Undist. Expend. - Unallocated Benefits					
Social Security Contributions	197,797	1,250	199,047	198,804	243
Other Retirement Contributions - PERS	173,622	(5,156)	168,466	168,466	-
Unemployment Compensation	30,000	(30,000)	-	-	-
Workmen's Compensation	110,904	5,184	116,088	116,088	-
Health Benefits	2,472,292	(152,787)	2,319,505	2,312,854	6,651
Tuition Reimbursement	17,496	(7,496)	10,000	10,000	-
Other Employee Benefits	150,014	90,991	241,005	181,487	59,518
Total Unallocated Benefits	3,152,125	(98,014)	3,054,111	2,977,699	76,412
On-behalf TPAF Postretirement Contributions (non-budgeted)			-	614,701	(614,701)
On-Behalf TPAF Pension Contribution (non-bud)			-	387,213	(387,213)
Reimbursed TPAF Social Security Contributions (non-budgeted)			-	566,616	(566,616)
Total Personal Services - Unallocated Benefits	-	-	-	1,568,530	(1,568,530)
<b>TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS</b>	<b>3,152,125</b>	<b>(98,014)</b>	<b>3,054,111</b>	<b>4,546,229</b>	<b>(1,492,118)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>8,251,217</b>	<b>240,752</b>	<b>8,491,969</b>	<b>9,806,098</b>	<b>(1,314,129)</b>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>15,348,909</b>	<b>(26,045)</b>	<b>15,322,864</b>	<b>16,513,643</b>	<b>(1,190,779)</b>
Capital Outlay					
Interest Earned on Maintenance Reserve	100		100		100
Total Interest Deposit to Capital Reserve	100	-	100	-	100
Equipment:					
Undist. Expend. - Admin Info Tech.	50,219	5,360	55,579	55,578	1
Undist. Expend. - Custodial Services	5,445		5,445	5,445	-
Undist. Expend. - Security		16,285	16,285	16,285	-
Undist. Expend. - Food Service Equipment	38,500		38,500	-	38,500
Total Equipment	94,164	21,645	115,809	77,308	38,501
Facilities Acquisition and Construction Services					
Assessment for Debt Service on SDA Funding	34,065		34,065	34,065	-
Total Facilities Acquisition and Construction Services	34,065	-	34,065	34,065	-
Assets Acquired Under Capital Lease (non-budget)					
Undistributed Expenditures:					
Equipment:					
Security System			-	159,423	(159,423)
Total Assets Acquired Under Capital Lease (non-budget)	-	-	-	159,423	(159,423)
<b>TOTAL CAPITAL OUTLAY</b>	<b>128,329</b>	<b>21,645</b>	<b>149,974</b>	<b>270,796</b>	<b>(120,822)</b>
Transfer of Funds to Charter Schools		25,900	25,900	25,857	43
<b>TOTAL EXPENDITURES</b>	<b>15,477,238</b>	<b>21,500</b>	<b>15,498,738</b>	<b>16,810,296</b>	<b>(1,311,558)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(859,517)</b>	<b>(21,500)</b>	<b>(881,017)</b>	<b>(454,227)</b>	<b>426,790</b>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Other Financing Sources:					
Local Contribution- Transfer to Special Revenue	(63,211)		(63,211)	(63,211)	-
Assets Acquired by Capital Lease			-	159,423	(159,423)
Total Other Financing Sources	<u>(63,211)</u>	<u>-</u>	<u>(63,211)</u>	<u>96,212</u>	<u>(159,423)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(922,728)	(21,500)	(944,228)	(358,015)	267,367
Fund Balance July 1	<u>1,965,765</u>		<u>1,965,765</u>	<u>1,965,765</u>	
Fund Balance June 30	<u>\$ 1,043,037</u>	<u>(21,500)</u>	<u>1,021,537</u>	<u>1,607,750</u>	<u>267,367</u>
Recapitulation:					
Nonspendable Fund Balance:					
None					
Restricted Fund Balance:					
Excess Surplus - Designated for Subsequent Year's Expenditures				527,146	
Excess Surplus - Current Year				460,651	
Committed Fund Balance					
Maintenance Reserve				183,500	
Capital Reserve				100	
Assigned Fund Balance:					
Designated by BOE for Subsequent Expenditures				49,900	
Year-End Encumbrances				76,090	
Unassigned Fund Balance				<u>310,363</u>	
				1,607,750	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP basis				(512,900)	
Fund Balance per Governmental Funds (GAAP)				<u>1,094,850</u>	

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
State Sources	\$ 518,191	73,237	591,428	575,795	(15,633)
Federal Sources	701,747	238,048	939,795	901,410	(38,385)
Total Revenues	<u>1,219,938</u>	<u>311,285</u>	<u>1,531,223</u>	<u>1,477,205</u>	<u>(54,018)</u>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of Teachers	618,002	137,772	755,774	737,694	18,080
Other Salaries for Instruction	129,282	2,587	131,869	131,869	-
Purchased Professional and Technical Services	29,923	14,182	44,105	44,105	-
Other Purchased Services (400-500 series)	210,000	12,564	222,564	222,564	-
General Supplies	12,353	21,568	33,921	33,560	361
Textbooks	21,260	6,445	27,705	27,705	-
Other Objects	6,800	6,800	6,800	6,500	300
Total Instruction	<u>1,020,820</u>	<u>201,918</u>	<u>1,222,738</u>	<u>1,203,997</u>	<u>18,741</u>
Support Services:					
Salaries of Program Directors	3,500	9,500	13,000	13,000	-
Salaries of Other Professional Staff	156,614	29,133	185,747	173,021	12,726
Personal Services - Employee Benefits	65,079	64,426	129,505	119,913	9,592
Purchased Professional - Educational Services	22,836	(5,385)	17,451	5,292	12,159
Other Purchased Services (400-500 series)	14,300	8,832	23,132	22,332	800
General Supplies		2,861	2,861	2,861	-
Total Support Services	<u>\$ 262,329</u>	<u>109,367</u>	<u>371,696</u>	<u>336,419</u>	<u>35,277</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES(cont'd):</b>					
Facilities Acquisitions and Construction Services:					
Instructional Equipment	\$ -	-	-	-	-
Total Facilities Acquisitions and Const. Services:					
Transfers to Charter Schools					
Other Financing Sources (Uses)					
Transfer in from General Fund	63,211		63,211	63,211	-
Total Other Financing Sources (Uses)	63,211	-	63,211	63,211	-
Total Outflows	1,283,149	311,285	1,594,434	1,540,416	54,018
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	-	-	-	-

## **Notes to the Required Supplementary Information**



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budget-to-GAAP Reconciliation**  
**Notes to the Required Supplementary Information**  
**For the Year Ended June 30, 2015**

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

		<u>General Fund</u>		<u>Special Revenue Fund</u>
<b>Sources / inflows of resources</b>				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 16,356,069	[C-2]	\$ 1,477,205
<b>Difference - budget to GAAP:</b>				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
Prior Year				8,384
Current Year				(2,003)
Prior year final State Aid payments were delayed until July 2014 and is recorded as revenue in current year under GAAP.				
		515,435		30,256
Final State Aid payments were delayed until July 2015 is recorded as budgetary revenue but are not recognized under GAAP.				
		(512,900)		(30,654)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	<u>\$ 16,358,604</u>	[B-2]	<u>\$ 1,483,188</u>
<b>Uses / outflows of resources</b>				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 16,810,296	[C-2]	\$ 1,540,416
<b>Difference - budget to GAAP:</b>				
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 GAAP financial reporting purposes.				
Prior Year				8,384
Current Year				(2,003)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	<u>\$ 16,810,296</u>	[B-2]	<u>\$ 1,546,797</u>

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## **Required Supplementary Information – Part III**



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Public Employee Retirement System**  
**Last Two Fiscal Years**

	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.0204353405%	0.0197384249%
District's proportionate of the net pension liability (asset)	\$ 3,826,055	\$ 3,772,405
District's covered payroll	\$ 1,394,028	\$ 1,420,653
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	274.46%	265.54%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	48.72%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**Public Employee Retirement System**  
**Last Two Fiscal Years**

	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 168,466	\$ 148,725
Contributions in relation to the contractually required contribution	<u>\$ 168,466</u>	<u>\$ 148,725</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 1,394,028	\$ 1,420,653
Contributions as a percentage of covered-employee payroll	12.08%	10.47%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.  
However, information is only currently available for two years.  
Additional years will be presented as they become available.

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Teachers' Pension and Annuity Fund**  
**Last Two Fiscal Years**

	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>39,510,379</u>	<u>37,827,202</u>
Total	<u>\$ 39,510,379</u>	<u>\$ 37,827,202</u>
District's covered payroll	\$ 6,906,748	\$ 7,186,899
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	33.76%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**Teachers' Pension and Annuity Fund**  
**Last Two Fiscal Years**

	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 387,213	\$ 314,024
Contributions in relation to the contractually required contribution	<u>387,213</u>	<u>314,024</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 6,906,748	\$ 7,186,899
Contributions as a percentage of covered-employee payroll	5.61%	4.37%

Source: GASB 68 report on Teachers' Pension and Annuity Fund; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.  
However, information is only currently available for two years.  
Additional years will be presented as they become available.

## **Other Supplementary Information**



## **SPECIAL REVENUE FUND DETAIL STATEMENTS**

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



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2015**

	Total Brought Forward (Ex. E-1a)	Title I	Title II Part A	IDEA Part B Basic	IDEA Preschool	Totals 2015
<b>REVENUES:</b>						
State Sources	\$ 575,795	-	-	-	-	575,795
Federal Sources	3,676	486,464	61,968	338,730	10,572	901,410
<b>Total Revenues</b>	<b>579,471</b>	<b>486,464</b>	<b>61,968</b>	<b>338,730</b>	<b>10,572</b>	<b>1,477,205</b>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	432,159	259,695	42,000		3,840	737,694
Other Salaries for Instruction	62,382	1,250		68,237		131,869
Purchased Professional and Technical Services	44,105					44,105
Other Purchased Services (400-500 series)	-			222,564		222,564
General Supplies	28,572	4,988				33,560
Textbooks	27,705					27,705
Other Objects		6,500				6,500
<b>Total Instruction</b>	<b>594,923</b>	<b>272,433</b>	<b>42,000</b>	<b>290,801</b>	<b>3,840</b>	<b>1,203,997</b>
Support Services:						
Salaries of Program Directors	3,500	9,500				13,000
Salaries of Other Professional Staff	12,090	128,931		27,000	5,000	173,021
Personal Services - Employee Benefits	26,173	60,700	10,920	20,526	1,594	119,913
Purchased Professional - Educational Services	-	1,400	3,892			5,292
Other Purchased Services (400-500 series)	3,676	13,500	5,156	403	138	22,332
General Supplies	2,320					2,861
<b>Total Support Services</b>	<b>47,759</b>	<b>214,031</b>	<b>19,968</b>	<b>47,929</b>	<b>6,732</b>	<b>336,419</b>
Facilities Acquisition and Constr. Services:						
Instructional Equipment	-					-
<b>Total Facilities Acquisition and Constr. Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Contribution to Charter Schools	-					-
<b>Total Outflows</b>	<b>642,682</b>	<b>486,464</b>	<b>61,968</b>	<b>338,730</b>	<b>10,572</b>	<b>1,540,416</b>
Other Financing Sources (Uses)						
Transfer from Operating Budget - PreK	63,211					63,211
<b>Total Other Financing Sources (Uses)</b>	<b>63,211</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>63,211</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2015**

	Total Brought Forward (Ex. E-1b)	Race to the Top	Nonpublic Corrective Speech	Nonpublic Auxiliary Basic Skills	Nonpublic Technology	Nonpublic Home Instruction	Total Carried Forward
<b>REVENUES:</b>							
State Sources	\$ 397,499		22,088	139,458	14,880	1,870	575,795
Federal Sources	-	3,676					3,676
Total Revenues	397,499	3,676	22,088	139,458	14,880	1,870	579,471
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers	299,578		18,000	112,711		1,870	432,159
Other Salaries for Instruction	62,382						62,382
Purchased Professional and Technical Services	44,105						44,105
Other Purchased Services (400-500 series)	-						-
General Supplies	-			13,692	14,880		28,572
Textbooks	27,705						27,705
Other Objects	-						-
Total Instruction	433,770	-	18,000	126,403	14,880	1,870	594,923
Support Services:							
Salaries of Program Directors	-			3,500			3,500
Salaries of Other Professional Staff	12,090						12,090
Personnel Services - Employee Benefits	14,850		1,768	9,555			26,173
Purchased Professional - Educational Services	-						-
Other Purchased Services (400-500 series)	-	3,676	2,320				3,676
General Supplies	-						2,320
Total Support Services	26,940	3,676	4,088	13,055			47,759
Facilities Acquisition and Constr. Services:							
Instructional Equipment	-						-
Total Facilities Acquisition and Constr. Services	-						-
Contribution to Charter Schools	-						-
Total Outflows	460,710	3,676	22,088	139,458	14,880	1,870	642,682
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	63,211						63,211
Total Other Financing Sources (Uses)	63,211	-					63,211
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	-	-	-	-	-	-

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2015**

	Nonpublic Supplementary Instruction	Nonpublic Exam & Class	Nonpublic Textbooks	Nonpublic Nurse	Preschool Education Aid	Total Carried Forward
<b>REVENUES:</b>						
State Sources	\$ 7,062	12,090	27,705	44,105	306,537	397,499
Federal Sources						-
Total Revenues	<u>7,062</u>	<u>12,090</u>	<u>27,705</u>	<u>44,105</u>	<u>306,537</u>	<u>397,499</u>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	7,062				292,516	299,578
Other Salaries for Instruction					62,382	62,382
Purchased Professional and Technical Services				44,105		44,105
Other Purchased Services (400-500 series)						-
General Supplies						-
Textbooks			27,705			27,705
Other Objects						-
Total Instruction	<u>7,062</u>	<u>-</u>	<u>27,705</u>	<u>44,105</u>	<u>354,898</u>	<u>433,770</u>
Support Services:						
Salaries of Program Directors		12,090				12,090
Salaries of Other Professional Staff					14,850	14,850
Personal Services - Employee Benefits						-
Purchased Professional - Educational Services						-
Other Purchased Services (400-500 series)						-
General Supplies						-
Total Support Services	<u>-</u>	<u>12,090</u>	<u>-</u>	<u>-</u>	<u>14,850</u>	<u>26,940</u>
Facilities Acquisition and Constr. Services:						
Instructional Equipment						-
Total Facilities Acquisition and Constr. Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution to Charter Schools						
Total Outflows	<u>7,062</u>	<u>12,090</u>	<u>27,705</u>	<u>44,105</u>	<u>369,748</u>	<u>460,710</u>
Other Financing Sources (Uses)						
Transfer from Operating Budget - PreK					63,211	63,211
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,211</u>	<u>63,211</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT  
 Special Revenue Fund  
 Preschool Education Aid  
 Budgetary Basis  
 For the Year Ended June 30, 2015**

<u>District-Wide Total</u>	<u>Total</u>		
	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 292,516	292,516	-
Other Salaries for Instruction	62,382	62,382	-
Total Instruction	<u>354,898</u>	<u>354,898</u>	<u>-</u>
Support Services:			
Personal Services - Employee Benefits	14,850	14,850	-
Total Support Services	<u>14,850</u>	<u>14,850</u>	<u>-</u>
Total Expenditures	<u>\$ 369,748</u>	<u>369,748</u>	<u>-</u>

**CALCULATION OF BUDGET & CARRYOVER**

Total Revised 2014-15 Preschool Education Aid Allocation	\$ 306,537
Add: Actual ECPA/PEA Carryover (June 30, 2014)	11,728
Add: Budgeted Transfer from the General Fund 2014-15	63,211
Total Preschool Education Aid Funds Available for 2014-15 Budget	<u>381,476</u>
Less: 2014-15 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(369,748)</u>
Available & Unbudgeted Preschool Education Aid Funds as June 30, 2015	11,728
Add: June 30, 2015 Unexpended Preschool Education Aid	-
2014-15 Carryover – Preschool Education Aid/Preschool	<u>11,728</u>
2014-15 Preschool Education Aid Carryover Budgeted for Preschool Programs 2015-16	<u>\$ 11,728</u>

## **CAPITAL PROJECTS FUND DETAIL STATEMENTS**

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



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Summary Schedule of Project Expenditures**  
**For the Year Ended June 30, 2015**

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Cumulative SDA Grants Canceled	Cumulative Transferred to Debt Service Fund	Unexpended Balance June 30, 2015
			Prior Years	Current Year			
Jordan Road Elementary School:							
Replacement of Domestic Water Piping and Drinking Fountains	12/14/2010	\$ 245,743	245,743	-	-	-	-
Replacement of Exterior Windows	12/14/2010	572,582	458,337	-	74,851	15,425	23,969
Roof Replacement	12/14/2010	1,977,200	1,698,479	-	112,518	93,302	72,901
Replacement of Light Fixtures	12/14/2010	887,500	756,685	-	52,810	78,005	-
Replacement of Steel Piping	12/14/2010	100,979	100,974	-	-	5	-
Replacement of Stage Accordion Door	12/14/2010	95,207	40,465	-	29,079	25,663	-
New York Avenue School:							
Roof Replacement	12/14/2010	176,145	175,875	-	-	270	-
Replacement of Coping	12/14/2010	42,588	42,587	-	-	1	-
Replacement of Concrete Steps	12/14/2010	32,257	30,261	-	-	1,996	-
Repair of Steel Lintels	12/14/2010	75,765	72,607	-	-	3,158	-
Replacement of Exterior Windows	12/14/2010	178,860	145,642	-	53,290	(20,072)	-
Jordan Road Elementary School:							
Replacement of PA System	12/14/2010	99,900	88,828	-	-	11,072	-
Fire Alarm System Replacement	12/14/2010	389,500	294,553	-	57,707	37,240	-
Replacement of Emergency Generator	12/14/2010	100,650	95,545	-	-	5,105	-
Replacement of Electrical System	12/14/2010	287,500	225,685	-	24,955	36,860	-
Replacement of Clock and Speaker System	12/14/2010	41,900	37,144	-	143	4,613	-
New York Avenue School:							
Brick Repointing and Waterproofing	12/14/2010	300,000	244,005	-	22,236	33,759	-
Dawes Avenue Elementary School							
Replacement of Telephone System and Software	12/14/2010	62,250	48,285	-	5,638	8,327	-
Jordan Road Elementary School:							
Upgrade of Telephone System and Software	12/14/2010	23,375	20,226	-	1,271	1,878	-
New York Avenue School:							
Upgrade of Telephone System and Software	12/14/2010	5,200	4,661	-	96	443	-
Jordan Road Elementary School:							
Door Replacement and Stage Curtain Replacement	12/14/2010	53,114	46,986	-	-	6,128	-
		\$ 5,748,215	4,873,573	-	434,594	343,178	96,870

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Summary Schedule of Project Revenues, Expenditures, and**  
**Changes in Fund Balance - Budgetary Basis**  
**For the Year Ended June 30, 2015**

**Revenues and Other Financing Sources:**

Bond Proceeds and Transfers	\$ -
State Sources - SDA Grant	-
Miscellaneous	60
Total Revenues	<u>60</u>

**Expenditures and Other Financing Uses:**

Other Purchased Professional and Technical Services	-
Construction Services	-
Legal Services	-
Other Objects	-
Total Expenditures	<u>-</u>

Excess (deficiency) of revenues over (under) expenditures	<u>60</u>
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**Other Financing Sources (Uses):**

Transfer Out to the Debt Service Fund	<u>(171,137)</u>
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Total Other Financing Sources (Uses)	<u>(171,137)</u>
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Excess (Deficiency) of revenues and other financing sources sources over (under) expenditures and other financing sources (uses)	(171,077)
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Fund Balance - July 1	<u>267,947</u>
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Fund Balance - June 30	<u><u>\$ 96,870</u></u>
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**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Domestic Water Piping and Drinking Fountains**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 154,775		154,775	154,775
State Sources - EDA Grant	90,968		90,968	90,968
<b>Total Revenues</b>	<b>245,743</b>	<b>-</b>	<b>245,743</b>	<b>245,743</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	18,000		18,000	26,000
Construction Services	189,489		189,489	181,489
Other Objects	38,254		38,254	38,254
<b>Total Expenditures</b>	<b>245,743</b>	<b>-</b>	<b>245,743</b>	<b>245,743</b>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund			-	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ -	-	-	-

**Additional Project Information:**

Project Number	4800-055-10-1001
Grant Date	4/7/2011
Bond Authorization Date	12/14/2010
Bonds Authorized	134,372
Bonds Issued	134,372
Original Authorized Cost	225,340
Additional Authorized Cost	20,403
Revised Authorized Cost	245,743

Percentage Increase over Original Authorized Cost	9%
Percentage Completion	100%
Original Target Completion Date	
Revised Target Completion Date	

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Exterior Windows**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 312,705		312,705	312,705
State Sources - EDA Grant	185,027		185,027	259,877
<b>Total Revenues</b>	<b>497,732</b>	<b>-</b>	<b>497,732</b>	<b>572,582</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	34,762		34,762	70,112
Construction Services	410,550		410,550	463,235
Legal Services	6,394		6,394	6,400
Other Objects	6,631		6,631	32,835
<b>Total Expenditures</b>	<b>458,337</b>	<b>-</b>	<b>458,337</b>	<b>572,582</b>
Excess (deficiency) of revenues E over (under) expenditures	39,395	-	39,395	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(15,425)		(15,425)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 23,970	-	23,970	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1002			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	383,873			
Bonds Issued	383,873			
Original Authorized Cost	643,750			
Additional Authorized Cost	(71,168)			
Revised Authorized Cost	572,582			
Percentage Increase over Original Authorized Cost	-11%			
Percentage Completion	80%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Roof Replacement**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 1,179,018		1,179,018	1,179,018
State Sources - EDA Grant	685,664		685,664	798,182
<b>Total Revenues</b>	<b>1,864,682</b>	<b>-</b>	<b>1,864,682</b>	<b>1,977,200</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	111,865		111,865	220,092
Construction Services	1,548,716		1,548,716	1,581,700
Legal Services	17,000		17,000	17,000
Other Objects	20,898		20,898	158,408
<b>Total Expenditures</b>	<b>1,698,479</b>	<b>-</b>	<b>1,698,479</b>	<b>1,977,200</b>
Excess (deficiency) of revenues over (under) expenditures	166,203	-	166,203	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(65,078)	(28,224)	(93,302)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 101,125	(28,224)	72,901	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1003			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	1,179,018			
Bonds Issued	1,179,018			
Original Authorized Cost	1,977,200			
Additional Authorized Cost	-			
Revised Authorized Cost	1,977,200			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	86%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Light Fixtures**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 529,222		529,222	529,222
State Sources - EDA Grant	305,468		305,468	358,278
<b>Total Revenues</b>	<b>834,690</b>	<b>-</b>	<b>834,690</b>	<b>887,500</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	47,926		47,926	95,104
Construction Services	684,592		684,592	710,000
Legal Services	9,000		9,000	9,000
Other Objects	15,167		15,167	73,396
<b>Total Expenditures</b>	<b>756,685</b>	<b>-</b>	<b>756,685</b>	<b>887,500</b>
Excess (deficiency) of revenues over (under) expenditures	78,005	-	78,005	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(30,543)	(47,462)	(78,005)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 47,462	(47,462)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1004			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	529,222			
Bonds Issued	529,222			
Original Authorized Cost	887,500			
Additional Authorized Cost	-			
Revised Authorized Cost	887,500			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	85%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Steel Piping**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 66,665		66,665	66,665
State Sources - EDA Grant	34,314		34,314	34,314
<b>Total Revenues</b>	<b>100,979</b>	<b>-</b>	<b>100,979</b>	<b>100,979</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	4,590		4,590	4,676
Construction Services	88,313		88,313	88,313
Legal Services	796		796	800
Other Objects	7,275		7,275	7,190
<b>Total Expenditures</b>	<b>100,974</b>	<b>-</b>	<b>100,974</b>	<b>100,979</b>
Excess (deficiency) of revenues over (under) expenditures	5	-	5	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(2)	(3)	(5)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 3	(3)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1005			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	50,686			
Bonds Issued	50,686			
Original Authorized Cost	85,000			
Additional Authorized Cost	15,979			
Revised Authorized Cost	100,979			
Percentage Increase over Original Authorized Cost	19%			
Percentage Completion	100%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Stage Accordion Door**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 49,792	-	49,792	49,792
State Sources - EDA Grant	16,336		16,336	45,415
<b>Total Revenues</b>	<b>66,128</b>	<b>-</b>	<b>66,128</b>	<b>95,207</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	6,074		6,074	12,196
Construction Services	32,278		32,278	72,707
Legal Services	930		930	1,000
Other Objects	1,183		1,183	9,304
<b>Total Expenditures</b>	<b>40,465</b>	<b>-</b>	<b>40,465</b>	<b>95,207</b>
Excess (deficiency) of revenues over (under) expenditures	25,663	-	25,663	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(10,049)	(15,614)	(25,663)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 15,614	(15,614)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1006			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	67,085			
Bonds Issued	67,085			
Original Authorized Cost	112,500			
Additional Authorized Cost	(17,293)			
Revised Authorized Cost	95,207			
Percentage Increase over Original Authorized Cost	-15%			
Percentage Completion	43%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Roof Replacement**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 132,243		132,243	132,243
State Sources - EDA Grant	43,902		43,902	43,902
<b>Total Revenues</b>	<b>176,145</b>	<b>-</b>	<b>176,145</b>	<b>176,145</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	7,543		7,543	7,866
Construction Services	142,000		142,000	142,000
Legal Services	982		982	982
Other Objects	25,350		25,350	25,297
<b>Total Expenditures</b>	<b>175,875</b>	<b>-</b>	<b>175,875</b>	<b>176,145</b>
Excess (deficiency) of revenues over (under) expenditures	270	-	270	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(106)	(164)	(270)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 164	(164)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1007			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	64,848			
Bonds Issued	64,848			
Original Authorized Cost	108,750			
Additional Authorized Cost	67,395			
Revised Authorized Cost	176,145			
Percentage Increase over Original Authorized Cost	62%			
Percentage Completion	100%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Replacement of Coping**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 35,019		35,019	35,019
State Sources - EDA Grant	7,569		7,569	7,569
<b>Total Revenues</b>	<b>42,588</b>	<b>-</b>	<b>42,588</b>	<b>42,588</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	1,012		1,012	1,036
Construction Services	37,000		37,000	37,000
Legal Services	158		158	158
Other Objects	4,417		4,417	4,394
<b>Total Expenditures</b>	<b>42,587</b>	<b>-</b>	<b>42,587</b>	<b>42,588</b>
Excess (deficiency) of revenues over (under) expenditures	1	-	1	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund		(1)	(1)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 1	(1)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1008			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	11,181			
Bonds Issued	11,181			
Original Authorized Cost	18,750			
Additional Authorized Cost	23,838			
Revised Authorized Cost	42,588			
Percentage Increase over Original Authorized Cost	127%			
Percentage Completion	100%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Replacement of Concrete Steps**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 22,165		22,165	22,165
State Sources - EDA Grant	10,092		10,092	10,092
<b>Total Revenues</b>	<u>32,257</u>	<u>-</u>	<u>32,257</u>	<u>32,257</u>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	2,512		2,512	3,870
Construction Services	27,257		27,257	27,257
Legal Services	209		209	225
Other Objects	283		283	905
<b>Total Expenditures</b>	<u>30,261</u>	<u>-</u>	<u>30,261</u>	<u>32,257</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,996</u>	<u>-</u>	<u>1,996</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	<u>(782)</u>	<u>(1,214)</u>	<u>(1,996)</u>	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	<u>\$ 1,214</u>	<u>(1,214)</u>	<u>-</u>	<u>-</u>
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1009			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	14,908			
Bonds Issued	14,908			
Original Authorized Cost	25,000			
Additional Authorized Cost	7,257			
Revised Authorized Cost	32,257			
Percentage Increase over Original Authorized Cost	29%			
Percentage Completion	94%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Repair of Steel Lintels**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 65,673		65,673	65,673
State Sources - EDA Grant	10,092		10,092	10,092
<b>Total Revenues</b>	<b>75,765</b>	<b>-</b>	<b>75,765</b>	<b>75,765</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	1,350		1,350	2,708
Construction Services	70,765		70,765	70,765
Legal Services	209		209	225
Other Objects	283		283	2,067
<b>Total Expenditures</b>	<b>72,607</b>	<b>-</b>	<b>72,607</b>	<b>75,765</b>
Excess (deficiency) of revenues over (under) expenditures	3,158	-	3,158	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(1,237)	(1,921)	(3,158)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 1,921	(1,921)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1010			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	14,908			
Bonds Issued	14,908			
Original Authorized Cost	25,000			
Additional Authorized Cost	50,765			
Revised Authorized Cost	75,765			
Percentage Increase over Original Authorized Cost	203%			
Percentage Completion	96%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Replacement of Exterior Windows**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 66,774		66,774	66,775
State Sources - EDA Grant	58,795		58,795	112,085
<b>Total Revenues</b>	<b>125,569</b>	<b>-</b>	<b>125,569</b>	<b>178,860</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	14,992		14,992	29,791
Construction Services	125,050		125,050	137,543
Legal Services	2,745		2,745	2,799
Other Objects	2,855		2,855	8,727
<b>Total Expenditures</b>	<b>145,642</b>	<b>-</b>	<b>145,642</b>	<b>178,860</b>
Excess (deficiency) of revenues over (under) expenditures	(20,073)	-	(20,073)	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	7,859	12,213	20,072	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ (12,214)	12,213	(1)	-
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1011			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	165,565			
Bonds Issued	165,565			
Original Authorized Cost	277,650			
Additional Authorized Cost	(98,790)			
Revised Authorized Cost	178,860			
Percentage Increase over Original Authorized Cost	-36%			
Percentage Completion	81%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of PA System**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 64,577		64,577	64,577
State Sources - EDA Grant	35,323		35,323	35,323
<b>Total Revenues</b>	<b>99,900</b>	<b>-</b>	<b>99,900</b>	<b>99,900</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	4,725		4,725	9,464
Construction Services	82,400		82,400	82,400
Legal Services	744		744	800
Other Objects	959		959	7,236
<b>Total Expenditures</b>	<b>88,828</b>	<b>-</b>	<b>88,828</b>	<b>99,900</b>
Excess (deficiency) of revenues over (under) expenditures	11,072	-	11,072	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(4,335)	(6,737)	(11,072)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 6,737	(6,737)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1012			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	52,177			
Bonds Issued	52,177			
Original Authorized Cost	87,500			
Additional Authorized Cost	12,400			
Revised Authorized Cost	99,900			
Percentage Increase over Original Authorized Cost	14%			
Percentage Completion	89%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Fire Alarm System Replacement**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 212,884		212,884	212,884
State Sources - EDA Grant	118,909		118,909	176,616
<b>Total Revenues</b>	<b>331,793</b>	<b>-</b>	<b>331,793</b>	<b>389,500</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	23,625		23,625	47,519
Construction Services	262,400		262,400	302,000
Legal Services	3,687		3,687	3,800
Other Objects	4,841		4,841	36,181
<b>Total Expenditures</b>	<b>294,553</b>	<b>-</b>	<b>294,553</b>	<b>389,500</b>
Excess (deficiency) of revenues over (under) expenditures	37,240	-	37,240	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(14,582)	(22,658)	(37,240)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 22,658	(22,658)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1013			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	260,884			
Bonds Issued	260,884			
Original Authorized Cost	437,500			
Additional Authorized Cost	(48,000)			
Revised Authorized Cost	389,500			
Percentage Increase over Original Authorized Cost	-11%			
Percentage Completion	76%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Emergency Generator**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 67,850		67,850	67,850
State Sources - EDA Grant	32,800		32,800	32,800
<b>Total Revenues</b>	<b>100,650</b>	<b>-</b>	<b>100,650</b>	<b>100,650</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	4,387		4,387	8,730
Construction Services	84,400		84,400	84,400
Legal Services	744		744	800
Other Objects	6,014		6,014	6,720
<b>Total Expenditures</b>	<b>95,545</b>	<b>-</b>	<b>95,545</b>	<b>100,650</b>
Excess (deficiency) of revenues over (under) expenditures	5,105	-	5,105	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(1,999)	(3,106)	(5,105)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 3,106	(3,106)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1014			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	48,450			
Bonds Issued	48,450			
Original Authorized Cost	81,250			
Additional Authorized Cost	19,400			
Revised Authorized Cost	100,650			
Percentage Increase over Original Authorized Cost	24%			
Percentage Completion	95%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Electrical System**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 171,438		171,438	171,438
State Sources - EDA Grant	91,107		91,107	116,062
<b>Total Revenues</b>	<b>262,545</b>	<b>-</b>	<b>262,545</b>	<b>287,500</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	15,525		15,525	31,024
Construction Services	204,400		204,400	230,000
Legal Services	2,666		2,666	2,700
Other Objects	3,094		3,094	23,776
<b>Total Expenditures</b>	<b>225,685</b>	<b>-</b>	<b>225,685</b>	<b>287,500</b>
Excess (deficiency) of revenues over (under) expenditures	36,860	-	36,860	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(14,433)	(22,427)	(36,860)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 22,427	(22,427)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1015			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	171,438			
Bonds Issued	171,438			
Original Authorized Cost	287,500			
Additional Authorized Cost	-			
Revised Authorized Cost	287,500			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	78%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Replacement of Clock and Speaker System**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 26,762		26,762	26,762
State Sources - EDA Grant	14,995		14,995	15,138
<b>Total Revenues</b>	<b>41,757</b>	<b>-</b>	<b>41,757</b>	<b>41,900</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	2,025		2,025	4,029
Construction Services	34,400		34,400	34,400
Legal Services	344		344	370
Other Objects	375		375	3,101
<b>Total Expenditures</b>	<b>37,144</b>	<b>-</b>	<b>37,144</b>	<b>41,900</b>
Excess (deficiency) of revenues over (under) expenditures	4,613	-	4,613	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(1,806)	(2,807)	(4,613)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 2,807	(2,807)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1016			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	22,362			
Bonds Issued	22,362			
Original Authorized Cost	37,500			
Additional Authorized Cost	4,400			
Revised Authorized Cost	41,900			
Percentage Increase over Original Authorized Cost	12%			
Percentage Completion	89%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Brick Repointing and Waterproofing**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 178,892		178,892	178,892
State Sources - EDA Grant	98,872		98,872	121,627
<b>Total Revenues</b>	<b>277,764</b>	<b>-</b>	<b>277,764</b>	<b>300,519</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	24,921		24,921	32,290
Construction Services	177,100		177,100	240,000
Legal Services	3,576		3,576	2,956
Other Objects	38,408		38,408	24,754
<b>Total Expenditures</b>	<b>244,005</b>	<b>-</b>	<b>244,005</b>	<b>300,000</b>
Excess (deficiency) of revenues over (under) expenditures	33,759	-	33,759	519
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(13,015)	(20,744)	(33,759)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 20,744	(20,744)	-	519
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1017			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	178,892			
Bonds Issued	178,892			
Original Authorized Cost	300,000			
Additional Authorized Cost	-			
Revised Authorized Cost	300,000			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	81%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Dawes Avenue Elementary School - Replacement of Telephone System and Software**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 37,120		37,120	37,120
State Sources - EDA Grant	19,492		19,492	25,130
<b>Total Revenues</b>	<b>56,612</b>	<b>-</b>	<b>56,612</b>	<b>62,250</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	3,362		3,362	6,102
Construction Services	42,400		42,400	49,800
Legal Services	1,117		1,117	1,200
Other Objects	1,406		1,406	5,148
<b>Total Expenditures</b>	<b>48,285</b>	<b>-</b>	<b>48,285</b>	<b>62,250</b>
Excess (deficiency) of revenues over (under) expenditures	<b>8,327</b>	<b>-</b>	<b>8,327</b>	<b>-</b>
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(3,261)	(5,066)	(8,327)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	<b>\$ 5,066</b>	<b>(5,066)</b>	<b>-</b>	<b>-</b>
<b>Additional Project Information:</b>				
Project Number	4800-050-10-1018			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	37,120			
Bonds Issued	37,120			
Original Authorized Cost	62,250			
Additional Authorized Cost	-			
Revised Authorized Cost	62,250			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	78%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Upgrade Telephone System and Software**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 13,939		13,939	13,939
State Sources - EDA Grant	8,165		8,165	9,436
<b>Total Revenues</b>	<b>22,104</b>	<b>-</b>	<b>22,104</b>	<b>23,375</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	1,204		1,204	2,808
Construction Services	18,000		18,000	18,000
Legal Services	760		760	817
Other Objects	262		262	1,750
<b>Total Expenditures</b>	<b>20,226</b>	<b>-</b>	<b>20,226</b>	<b>23,375</b>
Excess (deficiency) of revenues over (under) expenditures	1,878	-	1,878	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(735)	(1,143)	(1,878)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 1,143	(1,143)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-055-10-1019			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	13,939			
Bonds Issued	13,969			
Original Authorized Cost	23,375			
Additional Authorized Cost	-			
Revised Authorized Cost	23,375			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	87%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**New York Avenue School - Upgrade Telephone System and Software**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 3,222		3,222	3,222
State Sources - EDA Grant	1,882		1,882	1,978
<b>Total Revenues</b>	<b>5,104</b>	<b>-</b>	<b>5,104</b>	<b>5,200</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	267		267	497
Construction Services	4,200		4,200	4,200
Legal Services	93		93	100
Other Objects	101		101	403
<b>Total Expenditures</b>	<b>4,661</b>	<b>-</b>	<b>4,661</b>	<b>5,200</b>
Excess (deficiency) of revenues over (under) expenditures	443	-	443	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(173)	(270)	(443)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 270	(270)	-	-
<b>Additional Project Information:</b>				
Project Number	4800-060-10-1020			
Grant Date	4/7/2011			
Bond Authorization Date	12/14/2010			
Bonds Authorized	2,922			
Bonds Issued	2,922			
Original Authorized Cost	4,900			
Additional Authorized Cost	300			
Revised Authorized Cost	5,200			
Percentage Increase over Original Authorized Cost	6%			
Percentage Completion	90%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Jordan Road Elementary School - Door Replacement and Stage Curtain Replacement**  
**From Inception and for the Year Ended June 30, 2015**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources:</b>				
Bond Proceeds and Transfers	\$ 53,114		53,114	53,114
State Sources - EDA Grant	-		-	-
<b>Total Revenues</b>	<b>53,114</b>	<b>-</b>	<b>53,114</b>	<b>53,114</b>
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	2,159		2,159	4,472
Construction Services	44,114		44,114	45,114
Legal Services	204		204	220
Other Objects	509		509	3,308
<b>Total Expenditures</b>	<b>46,986</b>	<b>-</b>	<b>46,986</b>	<b>53,114</b>
Excess (deficiency) of revenues over (under) expenditures	6,128	-	6,128	-
<b>Other Financing Sources (Uses):</b>				
Transfer Out to the Debt Service Fund	(2,399)	(3,729)	(6,128)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 3,729	(3,729)	-	-
<b>Additional Project Information:</b>				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	12/14/2010			
Bonds Authorized	40,000			
Bonds Issued	40,000			
Original Authorized Cost	40,000			
Additional Authorized Cost	13,114			
Revised Authorized Cost	53,114			
Percentage Increase over Original Authorized Cost	33%			
Percentage Completion	88%			
Original Target Completion Date	9/1/2011			
Revised Target Completion Date				

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## **FIDUCIARY FUNDS DETAIL STATEMENTS**

Fiduciary Funds are used to account for funds received by the school district for a specific purpose.

**Unemployment Compensation Fund** - This Trust Fund is an expendable trust fund and limits expenses set aside for this purpose in current and prior budgets and contributions from employee withholding in prior years.

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

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

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



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Combining Statement of Fiduciary Net Assets**  
**June 30, 2015**

	<u>Unemployment Compensation Trust</u>	<u>Agency Funds</u>	<u>Totals</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 111,485	23,831	135,316
Total Assets	<u>111,485</u>	<u>23,831</u>	<u>135,316</u>
<b>LIABILITIES</b>			
Payable to Student Groups		23,659	23,659
Interfund Payable		24	24
Accounts Payable	619	148	767
Total Liabilities	<u>619</u>	<u>23,831</u>	<u>24,450</u>
<b>NET ASSETS</b>			
Held in Trust for Unemployment Claims and Other Purposes	\$ <u>110,866</u>		<u>110,866</u>
Total Net Assets			<u>110,866</u>
Total Liabilities and Net Assets			<u>135,316</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Combining Statement of Changes in Fiduciary Net Assets**  
**For the Year Ended June 30, 2015**

	Unemployment Compensation Trust	Totals
	<u>Trust</u>	<u>Totals</u>
ADDITIONS		
Contributions:		
Plan Member	\$ 18,206	18,206
Total Contributions	<u>18,206</u>	<u>18,206</u>
Investments Earnings:		
Interest	70	70
Net Investment Earnings	<u>70</u>	<u>70</u>
Total Additions	<u>18,276</u>	<u>18,276</u>
Deductions		
Unemployment Claims	17,889	17,889
Total Deductions	<u>17,889</u>	<u>17,889</u>
Change in Net Assets	387	387
Net Assets - Beginning of the Year	<u>110,479</u>	<u>110,479</u>
Net Assets - End of the Year	<u>\$ 110,866</u>	<u>110,866</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Student Activity Agency Fund**  
**Schedule of Receipts and Disbursements**  
**As of June 30, 2015**

	Balance June 30, 2014	Accounts Receivable/ Receipts	Disbursements	Accounts Payable	Balance June 30, 2015
Elementary Schools:					
Picture Money Nya	\$ 820	222			1,042
Mini Grant/Awards	-	1,270	1,098		172
Student-commissions/pict dw	3,158	1,139	2,810		1,487
Student-commissions/pict jr	2,466	485	557		2,394
Studnt Activ. - 6th Gr.	4,308	2,176	4,596		1,888
Studnt Activ.-8th Grade	650	940	1,379	148	63
Studnt Activ. - Year Bk.	-	1,525	1,507		18
Studnt Activ. - Stem Fair	151				151
Studnt Activ. - Band	1,342	13,414	12,598		2,158
Studnt Activ. - fut act	61	188	37		212
Studnt Activ.-std Council	1,614	1,667	2,207		1,074
Student-science Club	1,049	452	380		1,121
Student Activity-sports	872	1,300	1,300		872
Sdnt-perform Arts Club	1,497	71			1,568
Jrs-fcs Club	145	155	296		4
Box Tops For Education	185	3,308	1,183		2,310
National Honor Society	583		85		498
Relay for life	1		1		-
Purple Mile	1,612	420	2,032		-
Renaissance Program	1,814	828	1,807		835
Shore Tomorrow	556				556
Atlantic care J	1,742	1,200	248		2,694
Atlantic care D	244	1,550	175		1,619
Popcorn Club D	968	1,079	1,241		806
Chris Herren	88	16,150	16,146		92
Peytons Promise	115	290	400		5
School Charity Events	-	3,080	3,060		20
Total Assets	\$ <u>26,041</u>	<u>52,909</u>	<u>55,143</u>	<u>148</u>	<u>23,659</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT  
Payroll Agency Fund  
Schedule of Receipts and Disbursements  
As of June 30, 2015**

	<u>Balance June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2015</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ -	5,081,486	5,081,462	24
<b>Total Assets</b>	<u>-</u>	<u>5,081,486</u>	<u>5,081,462</u>	<u>24</u>
<b>LIABILITIES:</b>				
Interfund Payable		24		24
Payroll Deductions & Withholding	-	5,081,462	5,081,462	-
<b>Total Liabilities</b>	<u>\$ -</u>	<u>5,081,486</u>	<u>5,081,462</u>	<u>24</u>

## **LONG-TERM DEBT SCHEDULES**

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Schedule of General Serial Bonds**  
**As of June 30, 2015**

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2015					Balance June 30, 2014	Increased	Decreased	Balance June 30, 2015
			Date	Amount	Interest Rate	Balance June 30, 2014	Increased				
Renovations Project	4/4/2005	\$ 1,523,000	2/1/2016	\$ 140,000	4.100%	\$ 683,000		140,000		543,000	
			2/1/2017	140,000	4.100%						
			2/1/2018	140,000	4.100%						
			2/1/2019	123,000	4.100%						
Renovations Project	2/15/2011	3,443,000	2/15/2016	200,000	3.000%	2,943,000		190,000		2,753,000	
			2/15/2017	210,000	3.000%						
			2/15/2018	220,000	3.000%						
			2/15/2019	230,000	4.000%						
			2/15/2020	240,000	4.000%						
			2/15/2021	250,000	4.000%						
			2/15/2022	265,000	4.000%						
			2/15/2023	275,000	4.000%						
		2/15/2024	290,000	4.000%							
		2/15/2025	300,000	4.000%							
		2/15/2026	273,000	4.000%							
						\$ 3,626,000		330,000		3,296,000	

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Schedule of Obligations Under Capital Lease**  
**As of June 30, 2015**

Description	Amount of Original Issue	Balance June 30, 2014	Issued Current Year	Retired Current Year	Balance June 30, 2015
Computer Lease	\$ 136,296	\$ 45,427		45,427	-
Security System	159,423	-	159,423	40,000	119,423
		\$ 45,427	159,423	85,427	119,423

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 299,067		299,067	299,067	-
Total - Local Sources	299,067	-	299,067	299,067	-
Total Revenues	299,067	-	299,067	299,067	-
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest on Bonds	143,263		143,263	137,523	5,740
Redemption of Principal	330,000		330,000	330,000	-
Total Regular Debt Service	473,263	-	473,263	467,523	5,740
Total Expenditures	473,263	-	473,263	467,523	5,740
Excess (Deficiency) of Revenues Over (Under) Expenditures	(174,196)	-	(174,196)	(168,456)	(5,740)
Other Financing Sources(Uses):					
Operating Transfers In:					
Transfer from Capital Projects	171,077		171,077	171,137	60
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	(3,119)	-	(3,119)	2,681	(5,680)
Fund Balance, July 1	3,142		3,142	3,142	-
Fund Balance, June 30	\$ 23	-	23	5,823	(5,680)

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## **Statistical Section**



**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	2006	2007	2008	2009	2010	2011	2012	2013	2014 *	2015
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$ 3,155,214	3,736,252	4,303,442	5,041,078	5,852,699	3,660,228	7,757,099	7,651,778	7,654,586	7,581,123
Restricted	270,964	596,521	795,797	1,120,692	997,328	3,424,865	866,143	448,518	271,089	1,221,297
Unrestricted	35,060	(118,785)	(307,654)	(337,244)	(660,373)	355,960	689,088	770,913	(2,592,048)	(4,038,226)
Total governmental activities net position	3,461,238	4,213,988	4,791,585	5,824,526	6,289,653	7,441,092	9,292,330	8,871,209	5,333,627	4,764,194
<b>Business-type activities</b>										
Invested in capital assets, net of related debt										49,770
Restricted	50,110	45,761	59,080	87,281	34,280	1,689	2,141	5,585	16	31,280
Unrestricted	50,110	45,761	59,080	87,281	34,280	1,689	2,141	5,585	16	81,050
Total business-type activities net position										
<b>District-wide</b>										
Invested in capital assets, net of related debt	\$ 3,155,214	3,736,252	4,303,442	5,041,078	5,852,699	3,660,228	7,757,099	7,651,778	7,654,586	7,630,893
Restricted	270,964	596,521	795,797	1,120,692	997,328	3,424,865	866,143	448,518	271,089	1,221,297
Unrestricted	85,170	(73,024)	(248,574)	(249,964)	(626,093)	367,869	671,229	776,496	(2,592,032)	(4,005,946)
Total district net position	3,511,349	4,259,749	4,850,665	5,911,807	6,323,933	7,445,782	9,294,471	8,876,794	5,333,643	4,845,244

\* as restated

Source: CAFR Schedule A-1

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

Exhibit J-2

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses</b>										
Governmental activities:										
Instruction:										
Regular	5,621,968	5,815,643	6,314,548	6,606,506	6,921,451	7,073,713	6,644,725	7,124,442	7,080,991	8,270,608
Special education	2,552,932	2,690,354	2,721,629	2,376,461	3,240,279	3,349,398	2,791,730	3,307,683	3,296,418	3,966,027
Other special instruction	179,686	457,366	589,656	357,033	337,139	361,430	327,018	363,029	385,511	447,895
Support Services:										
Tuition	677,395	637,988	469,064	449,947	446,018	178,645	393,091	361,795	428,506	504,975
Student & instruction related services	2,056,996	1,916,815	1,969,075	2,346,504	2,426,798	2,263,288	2,482,682	2,463,182	2,501,100	3,085,494
General administrative services	497,669	487,338	603,896	504,463	423,563	427,830	400,038	762,021	759,152	808,478
School administrative services	514,491	524,634	613,267	537,843	648,361	669,601	687,089	422,431	417,584	407,635
Central services	354,712	353,944	431,140	360,241	334,019	345,635	371,134	372,547	392,303	466,724
Plant operations and maintenance	1,186,686	1,307,908	1,219,804	1,237,252	1,247,037	1,247,037	1,680,869	1,987,523	1,593,943	1,772,395
Pupil transportation	335,721	300,583	309,132	266,427	290,119	280,453	366,660	392,669	511,432	539,849
Food Service	17,149	24,629	25,263	24,922	26,997	27,884	30,000	29,794	31,193	25,857
Charter Schools	70,203	66,851	53,006	37,419	109,285	31,523	209,236	128,677	142,486	133,231
Interest on long-term debt	314,741	238,350	199,517	159,117	117,934	90,665	209,236	128,677	142,486	133,231
Unallocated depreciation	2,174	2,174	2,174	2,174	2,174	2,174	209,236	128,677	142,486	133,231
Total governmental activities expenses	14,382,524	14,825,177	15,588,564	15,248,862	16,561,389	16,339,275	16,384,262	17,715,793	17,540,619	20,449,168
Business-type activities:										
Food Service	353,349	341,047	324,775	243,475	269,397	178,420	169,262	186,048	179,627	390,689
Community Education Recreation Program	353,349	341,047	324,775	243,475	269,397	178,420	169,262	186,048	179,627	174,287
Total business-type activities expenses	706,698	682,094	649,550	486,950	538,794	356,840	338,524	372,096	359,254	564,976
Total district expenses	14,735,873	15,166,224	15,923,339	15,492,337	16,830,786	16,517,695	16,553,524	17,901,841	17,720,246	21,014,144
<b>Program Revenues</b>										
Governmental activities:										
Charges for services	4,117,213	4,331,128	4,861,386	2,532,296	2,769,460	1,663,147	39,647	69,515	82,948	82,414
Operating grants and contributions						206,886	982,062	1,392,851	2,791,752	4,854,143
Capital grants and contributions							1,720,018			
Total governmental activities program revenues	4,117,213	4,331,128	4,861,386	2,532,296	2,769,460	1,870,033	2,741,727	1,462,366	2,874,700	4,936,557
Business-type activities:										
Charges for services:										
Food Service	260,972	233,680	252,339	271,676	216,396	145,830	169,714	189,492	174,058	57,311
Community Education Recreation Program										178,916
Operating grants and contributions										395,411
Capital grants and contributions	260,972	233,680	252,339	271,676	216,396	145,830	169,714	189,492	174,058	631,638
Total business-type activities program revenue	4,378,184	4,564,808	5,113,725	2,803,972	2,985,856	2,015,863	2,911,441	1,651,858	3,046,758	5,566,195
Total district program revenue	8,495,397	8,895,936	9,975,111	5,336,268	5,755,316	3,885,896	5,653,168	3,114,224	5,921,458	10,502,752

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

Exhibit J-2

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (10,265,311)	(10,494,049)	(10,737,179)	(12,716,566)	(13,791,929)	(14,469,242)	(13,642,535)	(16,253,427)	(14,665,919)	(15,512,611)
Business-type activities	(92,377)	(107,366)	(72,435)	28,201	(53,001)	(32,591)	452	3,444	(5,569)	66,662
Total district-wide net expense	<u>(10,357,688)</u>	<u>(10,601,415)</u>	<u>(10,809,614)</u>	<u>(12,688,365)</u>	<u>(13,844,930)</u>	<u>(14,501,832)</u>	<u>(13,642,083)</u>	<u>(16,249,983)</u>	<u>(14,671,488)</u>	<u>(15,445,949)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	7,276,356	7,861,264	7,725,264	7,726,935	7,794,737	7,816,157	8,078,673	8,383,479	8,711,622	8,949,548
Taxes levied for debt service	828,934	813,791	849,263	819,451	826,393	859,124	459,463	459,919	288,892	299,067
Unrestricted grants and contributions	2,627,808	2,538,872	2,701,025	5,094,808	5,573,503	6,867,315	7,035,603	7,016,628	5,729,528	5,681,557
Investment earnings	57,140	80,787	46,067	13,727	9,876	11,487	1,000	5,252	268	1,724
Miscellaneous income	35,968	55,102	78,911	94,565	52,547	69,596	13,484	8,601	21,707	11,282
Transfers	(98,179)	(103,017)	(65,754)	-	-	-	(97,450)	(24,179)	-	-
Total governmental activities	<u>10,728,028</u>	<u>11,246,799</u>	<u>11,314,776</u>	<u>13,749,507</u>	<u>14,257,056</u>	<u>15,623,681</u>	<u>15,490,773</u>	<u>15,849,700</u>	<u>14,752,017</u>	<u>14,943,178</u>
Business-type activities:										
Transfers	98,179	103,017	85,754	-	-	-	-	-	-	-
Special Item - NonCash Equipment										
Total business-type activities	<u>98,179</u>	<u>103,017</u>	<u>85,754</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,372</u>
Total district-wide	<u>10,826,207</u>	<u>11,349,816</u>	<u>11,400,530</u>	<u>13,749,507</u>	<u>14,257,056</u>	<u>15,623,681</u>	<u>15,490,773</u>	<u>15,849,700</u>	<u>14,752,017</u>	<u>14,957,550</u>
Changes in Net Position	462,717	752,750	577,597	1,032,941	465,127	1,154,439	1,848,238	(403,727)	86,098	(569,433)
Governmental activities	5,802	(4,350)	13,319	28,201	(53,001)	(32,591)	452	3,444	(5,569)	81,034
Business-type activities	<u>468,519</u>	<u>748,400</u>	<u>590,916</u>	<u>1,061,142</u>	<u>412,127</u>	<u>1,121,848</u>	<u>1,848,690</u>	<u>(400,283)</u>	<u>80,529</u>	<u>(488,399)</u>

Source: CAFR Schedule A-2

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Fund Balances, Governmental Funds,**  
**Last Nine Fiscal Years**  
*(modified accrual basis of accounting)*

Exhibit J-3

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Restricted						1,015,083	1,044,855	1,205,131	1,132,183	987,797
Committed							244,129	250,100	205,100	183,600
Assigned						288,171	235,784	(201,929)	50,000	49,900
Unassigned						(185,754)	(189,216)		63,047	(126,447)
Reserved	318,985	670,102	857,848	1,169,043	1,031,195					
Unreserved	399,538	251,693	179,439	53,976	(151,949)					
Total general fund	718,523	921,795	1,037,287	1,223,019	879,247	1,117,500	1,335,552	1,253,302	1,450,330	1,094,850
All Other Governmental Funds										
Restricted										
Capital Projects Fund						(1,106,277)		439,529	267,947	96,870
Debt Service Fund						844	6,714	3,119	3,142	5,823
Committed						4,241,083				
Assigned										
Unassigned										
Reserved							591,465	5,870	(30,256)	(30,654)
Unreserved, reported in:										
Special revenue fund	(36,745)	(36,745)	(48,045)	(26,523)	(26,645)					
Capital projects fund	9,910									
Debt service fund	30,736	2,170	352							
Permanent fund										
Total all other governmental funds	3,902	(34,575)	(47,693)	(26,523)	(26,645)	3,107,478	570,388	413,994	240,833	72,039

Source: CAFR Schedule B-1

Exhibit J-4

CITY OF SOMERS POINT SCHOOL DISTRICT  
 Changes in Fund Balances, Governmental Funds,  
 Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues</b>										
Tax Levy	8,105,290	8,675,055	8,574,527	8,546,386	8,621,130	8,675,281	8,538,136	8,843,398	9,000,514	9,248,615
Tuition charges	22,538	9,163	12,402	13,681	35,667	37,226	39,647	69,515	82,948	82,414
Interest earnings	57,140	80,787	46,067	11,487	9,876	11,487	1,000	5,252	268	1,724
Miscellaneous	13,430	45,939	66,509	80,904	16,881	32,372	13,484	8,601	21,707	11,282
State sources	5,971,263	5,988,419	6,809,816	6,838,579	6,037,644	7,006,920	8,729,524	7,591,497	7,590,786	7,791,431
Federal sources	774,948	881,580	752,594	788,526	2,305,319	1,523,543	1,008,159	874,178	930,494	1,005,453
Total revenue	14,944,609	15,680,943	16,261,915	16,281,803	17,026,516	17,286,828	18,329,950	17,392,441	17,628,717	18,140,919
<b>Expenditures</b>										
Instruction:										
Regular instruction	5,012,307	5,147,103	5,343,861	4,890,007	4,978,785	4,806,047	4,876,392	4,738,254	4,884,301	5,150,780
Special education instruction	2,211,801	2,337,783	2,446,532	1,787,734	2,493,013	2,460,873	2,049,202	2,273,266	2,238,596	2,492,599
Other special education instruction	156,162	429,778	473,538	259,623	241,440	252,552	240,040	241,746	260,998	274,544
Support Services:										
Tuition	677,395	637,988	469,064	449,947	446,018	178,645	288,539	361,795	428,506	504,975
Student & instruction related services	1,837,313	1,690,468	1,650,622	1,830,866	1,881,355	1,824,070	1,822,353	1,739,926	1,840,504	1,971,361
General administrative services	455,309	448,102	492,499	395,967	323,956	331,221	293,638	325,871	317,565	313,859
School administrative services	454,014	464,244	484,973	414,544	458,220	484,239	504,341	510,150	513,662	551,423
Central services	314,657	314,556	346,237	289,382	244,141	248,572	272,421	255,554	276,740	348,008
Plant operations and maintenance	1,169,013	1,309,050	1,286,353	1,100,230	1,091,886	1,095,620	1,233,794	1,607,967	1,301,411	1,395,058
Pupil transportation	326,338	293,474	296,686	254,388	282,867	243,794	269,138	368,407	491,418	511,604
Food Service Program	17,149	24,629	25,263	24,922	26,987	27,884	30,000	29,794	31,193	31,993
Unallocated employee benefits	1,057,365	1,139,122	1,586,364	3,245,593	3,610,039	3,728,427	4,010,958	4,507,543	4,387,630	4,546,229
Charter schools	70,203	66,851	53,006	37,419	109,285	31,523	-	-	-	25,857
Capital outlay	932,952	39,716	155,604	71,460	129,992	591,856	4,297,306	290,149	163,463	270,796
Debt service:										
Principal	770,000	820,000	870,000	870,000	920,000	962,000	295,000	305,000	320,000	330,000
Interest and other charges	286,967	251,267	213,217	172,817	132,417	89,667	164,463	155,763	146,863	137,523
Total Expenditures	15,748,944	15,414,131	16,193,819	16,074,901	17,370,410	17,357,452	20,647,585	17,711,185	17,602,850	18,824,616
Excess (Deficiency) of revenues over (under) expenditures	(804,335)	266,812	68,096	206,902	(343,894)	(70,624)	(2,317,635)	(318,744)	23,867	(683,697)
<b>Other Financing Sources (Uses)</b>										
Transfers in	1,818	351	-	1	-	844	5,870	3,119	233,408	234,348
Transfers out	(99,997)	(103,368)	(85,754)	(1)	-	(844)	(5,870)	(3,119)	(233,408)	(234,348)
Capital Leases (non-budgeted)	-	-	121,032	-	-	-	-	136,296	-	159,423
Canceled accounts receivable	(1,190)	-	-	-	-	-	-	(56,196)	-	-
Bond proceeds	-	-	-	-	-	3,443,000	-	-	-	-
Transfer to arbitrage	-	-	-	-	-	-	-	80,100	-	159,423
Total other financing sources (uses)	(99,369)	(103,017)	35,278	206,902	(343,894)	3,372,376	(2,317,635)	(238,644)	23,867	(524,274)
Net change in fund balances	(903,703)	163,795	103,374	206,902	(343,894)	3,372,376	(2,317,635)	(238,644)	23,867	(524,274)
Debt service as a percentage of noncapital expenditures	7.13%	6.97%	6.75%	6.52%	6.10%	6.27%	2.81%	2.64%	2.68%	2.52%

Source: CAFR Schedule B-2

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**General Fund Other Local Revenue by Source,**  
**Last Ten Fiscal Years**  
 Unaudited

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u> <u>Revenue</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Totals</u>
2006	\$ 55,322	22,538		13,430	91,291
2007	80,436	9,163		45,939	135,538
2008	46,067	12,402		66,509	124,978
2009	13,727	13,681		80,904	108,312
2010	9,876	35,667		16,881	62,423
2011	9,793	37,226		32,372	79,391
2012	1,000	39,647		13,484	54,131
2013	3,588	69,515		8,601	81,704
2014	245	82,948		21,707	104,900
2015	1,664	82,414		11,282	95,360

Source: District Records

Exhibit J-6

CITY OF SOMERS POINT SCHOOL DISTRICT  
Assessed Value and Actual Value of Taxable Property,  
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Regular	Q Farm	Commercial	Industrial	Apartment	Total Assessed Value	Less Tax-exempt Property	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2006	\$ 12,369,400	459,859,300			165,545,900		40,821,500	678,596,100		2,040,101	680,636,201	1.233	1,001,819,548
2007	11,367,900	465,068,900			168,398,000		41,028,800	685,863,600		1,857,315	687,720,915	1.254	1,304,973,273
2008	12,735,000	469,806,200			172,679,800		41,205,100	696,426,100		1,813,810	698,239,910	1.226	1,498,690,513
2009	11,560,500	473,264,900			172,297,300		41,205,100	698,327,800		1,685,627	700,013,427	1.226	1,586,612,482
2010	9,673,000	475,701,700			164,782,600		41,205,100	691,362,400		1,786,733	693,149,133	1.248	1,483,674,622
2011	9,424,200	473,987,500			163,589,400		40,905,100	687,916,200		1,796,796	689,712,996	1.247	1,409,648,108
2012	9,416,400	473,012,000			162,959,800		40,397,100	685,785,300		1,918,493	687,703,793	1.264	1,303,189,532
2013	8,351,400	473,381,500			159,401,300		40,372,100	681,506,300		1,521,274	683,027,574	1.306	1,290,761,884
* 2014	11,663,100	814,795,100			290,337,600		71,576,000	1,188,371,800		-	1,188,371,800	0.768	1,180,523,189
2015								1,178,038,500		-	1,178,038,500	0.827	1,169,275,027

\* Revalued

Source: County Abstract of Rates & Municipal Tax Assessor

Exhibit J-7

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

Fiscal Year Ended June 30,	CITY OF SOMERS POINT SCHOOL DISTRICT			Overlapping Rates				Total Direct and Overlapping Tax Rate	
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Regional School		Municipal Local Purpose
2006	1.112	0.121	1.233	0.560	0.038	0.094	0.803	0.958	3.686
2007	1.133	0.121	1.254	0.516	0.043	0.092	0.852	1.084	3.841
2008	1.107	0.119	1.226	0.510	0.046	0.093	0.862	1.169	3.906
2009	1.107	0.119	1.226	0.563	0.011	0.103	0.881	1.226	4.010
2010	1.126	0.122	1.248	0.560	0.011	0.099	0.986	1.251	4.155
2011	1.151	0.096	1.247	0.628	0.011	0.102	1.053	1.274	4.315
2012	1.197	0.067	1.264	0.599	0.010	0.099	1.027	1.294	4.293
2013	1.239	0.067	1.306	0.767	0.012	0.102	1.073	1.390	4.650
2014	0.744	0.024	0.768	0.396	0.005	0.070	0.622	0.839	2.700
2015	0.802	0.025	0.827	0.447	0.002	0.042	0.595	0.881	2.794

\* Revalued

Source: District Records and Municipal Tax Collector



**CITY OF SOMERS POINT SCHOOL DISTRICT  
Property Tax Levies and Collections,  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2006	\$ 8,105,290	8,105,290	100%	-
2007	8,675,055	8,675,055	100%	-
2008	8,574,527	8,574,527	100%	-
2009	8,546,386	8,546,386	100%	-
2010	7,794,737	7,794,737	100%	-
2011	7,816,157	7,816,157	100%	-
2012	8,606,708	8,606,708	100%	-
2013	8,843,398	8,843,398	100%	-
2014	9,000,514	9,000,514	100%	-
2015	9,248,615	9,248,615	100%	-

Source: District records including the Certificate and Report of School Taxes (A-4F form)

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

**Exhibit J-10**

Fiscal Year Ended June 30,	Governmental Activities				Bond Anticipation Notes (BANS)	Total District	Business-Type Activities	
	General Obligation Bonds	Certificates of Participation	Capital Leases				Capital Leases	Percentage of Personal Income
2006 \$	5,545,000		26,229		5,571,229	0.68%	37,880	
2007	4,725,000		6,659		4,731,659	0.82%	38,908	
2008	3,855,000		44,183		3,899,183	1.02%	39,829	
2009	2,985,000		105,250		3,090,250	1.28%	39,431	
2010	2,065,000		41,032		2,106,032	1.89%	39,835	
2011	4,546,000				4,546,000	0.91%	41,397	
2012	4,251,000				4,251,000	0.99%	42,288	
2013	3,946,000		90,006		4,036,006	1.05%	42,425	
2014	3,626,000		45,427		3,671,427	1.16%	42,425	
2015	3,296,000		119,423		3,415,423	1.24%	42,425	

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

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2006	\$ 5,545,000	-	5,545,000	0.81%	37,880
2007	4,725,000	-	4,725,000	0.69%	38,908
2008	3,855,000	-	3,855,000	0.55%	39,829
2009	2,985,000	-	2,985,000	0.43%	39,431
2010	2,065,000	-	2,065,000	0.30%	39,835
2011	4,546,000	-	4,546,000	0.66%	41,397
2012	4,251,000	-	4,251,000	0.62%	42,288
2013	3,946,000	-	3,946,000	0.58%	42,425
2014	3,626,000	-	3,626,000	0.31%	42,425
2015	3,296,000	-	3,296,000	0.28%	42,425

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Direct and Overlapping Governmental Activities Debt,**  
**As of December 31, 2014**

**Exhibit J-12**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt Repaid with Property Taxes</b>			
City of Somers Point	\$ 11,595,200	100.00%	\$ 11,595,200
<b>Other Debt</b>			
City of Somers Point Sewer Utility	3,545,101	0.00%	-
Mainland Regional High School District	41,720,000	38.00%	15,853,600
County of Atlantic	146,874,191	3.19%	4,683,196
Subtotal, Overlapping Debt			32,131,996
<b>City of Somers Point School District Direct Debt</b>			<u>3,626,000</u>
<b>Total Direct and Overlapping Debt</b>			<u>\$ 35,757,996</u>

Sources:  
Atlantic County Abstract of Ratables  
County of Atlantic  
Mainland Regional High School District  
Annual Debt Statement - City of Somers Point

CITY OF SOMERS POINT SCHOOL DISTRICT  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years

Exhibit J-13

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	
Debt limit	\$ 30,728,888	37,208,789	41,576,765	45,799,492	46,155,753	46,299,146	42,042,019	40,057,390	37,566,756	36,317,722	Equalized valuation basis
Total net debt applicable to limit	5,545,000	4,725,000	3,855,000	2,985,000	2,065,000	4,546,000	4,251,000	3,946,000	3,626,000	3,296,000	2014 \$ 1,176,489,258
Legal debt margin	\$ 25,183,888	32,483,789	37,721,765	42,814,492	44,090,753	41,753,146	37,791,019	36,111,390	33,940,756	33,021,722	2013 1,161,592,466
											2012 1,293,690,436
											\$ 3,631,772,160
											Average equalized valuation of taxable property \$ 1,210,590,720
Total net debt applicable to the limit	18.04%	12.70%	9.27%	6.52%	4.47%	9.82%	10.11%	9.85%	9.65%	9.08%	Debt limit ( 3% of average)
as a percentage of debt limit											Net bonded school debt
											Legal debt margin
											\$ 33,021,722

Source: Abstract of Ratables and District Records CAFR Schedule J-7

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Demographic and Economic Statistics,**  
**Last Ten Fiscal Years**

**Exhibit J-14**

<u>Fiscal Year Ended June 30,</u>	<u>Population (a)</u>	<u>Personal Income (thousands of dollars) (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate</u>
2006	\$ 11,480	434,862,400	37,880	5.3%
2007	11,390	443,162,120	38,908	5.3%
2008	11,341	451,700,689	39,829	6.6%
2009	11,354	447,699,574	39,431	11.8%
2010	10,797	430,098,495	39,835	12.4%
2011	10,779	446,218,263	41,397	12.4%
2012	10,786	456,118,368	42,288	12.8%
2013	10,794	457,935,450	42,425	12.8%
2014	10,756	456,323,300	42,425	9.4%
2015	10,756	456,323,300	42,425	10.7%

Source:

- (a) U.S. Bureau of Census - Population Estimates
- (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 2000 Census published by the US Bureau of Census

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year and Ten Years Ago**

Exhibit J-15

Employer	2015			2006		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Shore Memorial Hospital	1,500	1				Not Available
KMart	300	2				Not Available
Shop-Rite Market	200	3				Not Available
Somers Point Public Schools	154	4				Not Available
Acme Market	148	5				Not Available
City of Somers Point	135	6				Not Available
Somers Point Shopping Center Complex	130	7				Not Available
Crab Trap Restaurant	110	8				Not Available
Charter Tech School	60	9				Not Available
<b>Totals</b>	<b>2,737</b>			<b>-</b>		<b>Not Available</b>

Source:  
 Official Statements - City of Somers Point - Various Bond Issues

**CITY OF SOMERS POINT SCHOOL DISTRICT  
Full-Time Equivalent District Employees by Function/Program,  
Last Ten Fiscal Years**

Exhibit J-16

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Instruction:										
Regular instruction	86	86	86	93	95	89	86	92	92	96
Special education instruction	12	16	19	20	18	18	22	24	25	32
Support Services:										
Student & instruction related services	23	23	23	27	31	31	34	30	31	23
General administrative services	2	2	3	3	3	2	3	2	2	2
School administrative services	5	5	4	4	4	5	7	8	8	9
Business administrative services	3	3	3	3	3	4	1	4	4	4
Plant operations and maintenance	14	14	13	13	13	13	13	13	12	16
Pupil transportation	1	1	1							4
<b>Total</b>	<b>146</b>	<b>150</b>	<b>152</b>	<b>163</b>	<b>167</b>	<b>162</b>	<b>166</b>	<b>173</b>	<b>174</b>	<b>186</b>

Source: District Personnel Records

CITY OF SOMERS POINT SCHOOL DISTRICT  
 Operating Statistics,  
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2006	1,171	\$ 13,688,822	\$ 11,690	7.22%	95	1:20	1:15	1,162	1,096	4.22%	94.32%	
2007	1,143	14,236,297	12,455	6.55%	96	1:20	1:15	1,122	1,058	-3.42%	94.28%	
2008	1,151	14,901,992	12,947	3.95%	97	1:19	1:15	1,116	1,054	-0.56%	94.44%	
2009	1,204	14,923,204	12,395	-4.27%	110	1:19	1:19	1,133	1,073	1.52%	94.70%	
2010	1,092	16,078,716	14,724	18.79%	113	1:19	1:19	1,093	1,026	-3.53%	93.87%	
2011	1,065	16,305,785	15,311	3.98%	107	1:19	1:20	1,053	994	-3.66%	94.40%	
2012	1,056	15,890,816	15,048	-1.71%	107	1:19	1:20	1,100	1,038	4.46%	94.36%	
2013	1,066	16,960,273	15,910	5.73%	116	1:19	1:20	1,080	1,015	-1.82%	93.98%	
2014	1,038	16,972,524	16,351	2.77%	113	1:11	1:8	1,096	1,059	1.48%	96.62%	
2015	984	16,972,524	17,249	5.49%	113	1:11	1:8	1,003	954	-8.49%	95.11%	

Source: District records, ASSA and Schedules J-12, J-14

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**School Building Information,**  
**Last Ten Fiscal Years**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b><u>District Buildings</u></b>										
<b><u>Elementary</u></b>										
New York Avenue School										
Square Feet	13,841	13,841	13,841	13,841	13,841	13,841	13,841	13,841	13,841	13,841
Capacity (students)	150	150	150	150	150	150	150	150	150	150
Enrollment	61	66	57	83	77	81	95	80	79	72
Dawes Avenue School										
Square Feet	54,525	54,525	54,525	54,525	54,525	54,525	54,525	54,525	54,525	54,525
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	381	367	390	402	400	371	381	411	403	354
<b><u>Elementary/Middle School</u></b>										
Jordan Road School										
Square Feet	83,892	83,892	83,892	83,592	83,592	83,592	83,592	83,592	83,592	83,592
Capacity (students)	950	950	950	950	950	950	950	950	950	950
Enrollment	716	691	704	719	615	600	624	569	556	558

Number of Schools at June 30, 2015  
 Elementary - 2  
 Middle - 1

Source: District Records, ASSA, SRS, LRFP

CITY OF SOMERS POINT SCHOOL DISTRICT  
 General Fund  
 Schedule of Required Maintenance for School Facilities,  
 Last Ten Fiscal Years  
 (Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
New York Avenue School	N/A	\$ 32,786	31,494	30,679	27,140	52,625	35,507	36,764	186,558	84,400	68,270
Dawes Avenue School	N/A	52,035	65,238	77,745	66,007	55,393	55,174	71,764	247,596	121,824	138,951
Jordan Road School	N/A	100,165	128,226	95,710	77,382	56,807	50,792	66,314	209,167	127,052	144,482
Total School Facilities		184,985	224,958	204,134	170,530	164,825	141,473	174,842	643,321	333,276	351,703
Other Facilities											
Grand Total		\$ 184,985	224,958	204,134	170,530	164,825	141,473	174,842	643,321	333,276	351,703

Source: District Records

**CITY OF SOMERS POINT SCHOOL DISTRICT**  
**Insurance Schedule**  
**For the Fiscal Year Ended June 30, 2015**  
*(Unaudited)*

**Exhibit J-20**

Company	Type of Coverage	Amount of Coverage	Deductible
ACCASBOJIF	School Package Policy - ACCASBOJIF:		
	Property, Inland Marine and Auto and Physical Damages	\$ 150,000,000	\$ 500
	Boiler and Machinery	125,000,000	1,000
	Crime	500,000	500
	General and Automobile Liability	15,000,000	None
	Workers' Compensation	Statutory	None
	Educator's Legal Liability	15,000,000	None
	Pollution Legal Liability	3,000,000	25,000
	Cyber Liability	1,000,000	25,000
Selective Insurance Company	Board Secretary	189,000	

Source: District Records

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# **Single Audit Section**





# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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## K-1 INDEPENDENT AUDITOR'S REPORT

Honorable President and  
Members of the Board of Education  
City of Somers Point School District  
County of Atlantic  
Somers Point, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Somers Point School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Somers Point School District's basic financial statements, and have issued our report thereon dated November 27, 2015.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Somers Point School Districts' 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 City of Somers Point School Districts' internal control. Accordingly, we do not express an opinion on the effectiveness of District's internal control.

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

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 City of Somers Point School Districts basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic 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 audit requirements prescribed by the Division of Finance, Department of Education, and 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Ford, Scott & Associates, L.L.C.*  
**FORD, SCOTT & ASSOCIATES, L.L.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

*Michael S. Garcia*

**Michael S. Garcia**  
**Certified Public Accountant**  
**Licensed Public School Accountant**  
**No. 2080**

**November 27, 2015**



# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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## K-2 INDEPENDENT AUDITOR'S REPORT

Honorable President and  
Members of the Board of Education  
City of Somers Point School District  
County of Atlantic  
Somers Point, New Jersey

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

We have audited the City of Somers Point School District, County of Atlantic, State of New Jersey compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement*, the New Jersey OMB *State Grant Compliance Supplement* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey that could have a direct and material effect on each of the City of Somers Point School District's major federal and state programs for the year ended June 30, 2015. The City of Somers Point School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### ***Management's Responsibility***

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

### ***Auditor's Responsibility***

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

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

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

In our opinion, the City of Somers Point School 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 City of Somers Point School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Somers Point School 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 NJ OMB 04-04 and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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 City of Somers Point School District's internal control over compliance.

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

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

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

*Ford, Scott & Associates, L.L.C.*  
**FORD, SCOTT & ASSOCIATES, L.L.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

*Michael S. Garcia*

**Michael S. Garcia**  
**Certified Public Accountant**  
**Licensed Public School Accountant**  
**No. 2080**

**November 27, 2015**

**SOMERS POINT SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards**  
**for the Fiscal Year Ended June 30, 2015**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2014	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	(Accounts Receivable)	Balance June 30, 2015 Unearned Revenue	Due to Grantor
<b>U.S. Department of Education</b>													
<b>Passed-Through State Department of Education:</b>													
General Fund:													
Medical Assistance Program (SEMI)	93.778	N/A	59,081	7/1/2014 6/30/2015	\$		39,735	(81,102)			(41,367)		
ARRA - Medical Assistance Program (SEMI)	93.778	N/A	23,571	10/1/2008 12/31/2010			23,571	(23,571)					
Total General Fund							63,306	(104,673)			(41,367)		
Special Revenue Fund:													
Title I Cluster:													
Title I, Part A	84.010A	NCLB-4800-14	443,238	07/01/13 06/30/14	(5,180)		5,180	(486,464)			(735)		
Title I, Part A	84.010A	NCLB-4800-15	493,617	07/01/14 06/30/15	(5,180)		490,909	(486,464)			(735)		
Total Title I Cluster													
Special Education Cluster:													
I.D.E.A., Part B, Basic	84.027	IDEA-4800-14	312,407	07/01/13 06/30/14	(7,926)		7,926						
I.D.E.A., Part B, Basic	84.027	IDEA-4800-15	338,730	07/01/14 06/30/15			338,730	(338,730)					
I.D.E.A., Part B, Preschool	84.173	IDEA-4800-14	10,468	07/01/13 06/30/14	(563)		563						
I.D.E.A., Part B, Preschool	84.173	IDEA-4800-15	10,572	07/01/14 06/30/15	(8,489)		10,572	(10,572)					
Total Special Education Cluster							357,791	(349,302)					
Title II, Part A Improving Teacher Quality													
Title II, Part A Improving Teacher Quality	84.387A	NCLB-4800-14	59,039	07/01/13 06/30/14	(223)		223						
Title II, Part A Improving Teacher Quality	84.387A	NCLB-4800-15	60,161	07/01/14 06/30/15			61,402	(61,988)			(586)		
Race to the Top	84.395		30,387	09/01/11 11/30/15	(13,892)		3,676	(3,676)					
Total Special Revenue Fund							914,001	(901,410)			(1,301)		
<b>U.S. Department of Education</b>													
<b>Passed-through State Department of Education:</b>													
Enterprise Fund:													
Food Distribution Program	10.550	N/A	27,043	7/1/2014 6/30/2015			27,043	(27,043)					
Supplemental Nutrition Assistance	10.551	N/A	6,139	7/1/2014 6/30/2015			4,919	(6,139)			(1,220)		
Child Nutrition Cluster:													
School Breakfast Program	10.553	N/A	71,230	7/1/2014 6/30/2015			55,929	(71,230)			(15,301)		
National School Lunch Program	10.555	N/A	276,680	7/1/2014 6/30/2015			221,031	(276,680)			(55,649)		
National Snack Program	10.555	N/A	8,677	7/1/2014 6/30/2015			6,341	(8,657)			(2,326)		
Total Child Nutrition Cluster							283,301	(356,577)			(73,276)		
Total Enterprise Fund							315,263	(389,759)			(74,496)		
Total Federal Financial Awards			\$ 1,292,570		(13,892)			(1,395,842)			(117,164)		

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

**SOMERS POINT SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance**  
**for the Fiscal Year ended June 30, 2015**

State Grant/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2014		Carryover / (W/cover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Reimbursements of Prior Years' Balances	Balance June 30, 2015		MEMO	
			From	To	Unearned Revenue (Accounts Receivable)	Due to Grantor					Unearned Revenue	Due to Grantor		Budgetary Receivable
<b>State Department of Education</b>														
<b>General Fund:</b>														
State Aid Public Cluster:														
Equalization Aid	15-485-034-5120-078	4,859,725	07/01/14	06/30/15				4,859,725	(4,859,725)	-	-	-	(481,797)	4,859,725
Special Education Categorical Aid	15-485-034-5120-089	561,975	07/01/14	06/30/15				561,975	(561,975)	-	-	-	(51,192)	561,975
Security Aid	15-485-034-5120-094	14,680	07/01/14	06/30/15				14,680	(14,680)	-	-	-	(5,900)	14,680
PARCC Readiness	15-485-034-5120-098	12,394	07/01/14	06/30/15				12,394	(12,394)	-	-	-	(911)	12,394
Per Pupil Growth Aid	15-485-034-5120-098	9,800	07/01/14	06/30/15				9,800	(9,800)	-	-	-	(900)	9,800
Total State Aid Public Cluster	15-485-034-5120-097	9,800	07/01/14	06/30/15				9,800	(9,800)	-	-	-	(900)	9,800
Transportation Aid	15-485-034-5120-014	16,467	07/01/14	06/30/15				16,467	(16,467)	-	-	-	(1,489)	16,467
Extraordinary Aid	14-100-034-5120-473	20,653	07/01/13	06/30/14		(20,653)		20,653	(6,234)	-	-	-	-	6,234
Additional Non Public Transportation Aid	15-100-034-5120-473	6,234	07/01/14	06/30/15		(2,028)		2,028	(1,218)	-	-	-	-	1,218
Additional Non Public Transportation Aid	N/A	2,028	07/01/13	06/30/14				2,028	(966,616)	-	-	-	-	566,616
Reimbursed TPAF Social Security Contributions	15-485-034-5084-003	1,218	07/01/14	06/30/15				566,616						
					(22,881)			6,219,803	(6,204,574)				(511,901)	5,614,049
<b>Total General Fund</b>														
<b>Special Revenue Fund:</b>														
Preschool Education Aid	15-485-034-5120-098	306,537	07/01/14	06/30/15		11,728		369,748	(369,748)	-	11,728		(30,654)	306,537
N.J. Nonpublic Aid	15-100-034-5120-070	44,105	07/01/14	06/30/15				44,105	(44,105)	-	-	-	-	44,105
Nursing	15-100-034-5120-984	27,705	07/01/14	06/30/15				27,705	(27,705)	-	-	-	-	27,705
Textbook Aid	15-100-034-5120-373	14,680	07/01/14	06/30/15				14,680	(14,680)	-	-	-	-	14,680
Auxiliary Services:														
Compensatory Education	14-100-034-5120-067	142,093	07/01/13	06/30/14		11,793		153,182	(139,458)	(11,793)	-	-	-	139,458
Compensatory Education	15-100-034-5120-067	153,182	07/01/14	06/30/15				153,182	(1,870)	-	13,724		-	139,458
Home Instruction	15-100-034-5120-067	1,870	07/01/14	06/30/15				1,870	(1,870)	-	-	-	-	1,870
Head Start Services:														
Supplemental Instruction	14-100-034-5120-068	4,857	07/01/13	06/30/14		694		7,062	(7,062)	(694)	-	-	-	7,062
Supplemental Instruction	15-100-034-5120-068	7,062	07/01/14	06/30/15				15,869	(12,090)	-	3,779		-	12,090
Examination & Classification	15-100-034-5120-068	15,869	07/01/14	06/30/15				22,088	(22,088)	-	-	-	-	22,088
Corrective Speech	15-100-034-5120-068	22,088	07/01/14	06/30/15				654,639	(639,006)	(12,487)	11,728		(30,654)	575,795
<b>Total Special Revenue Fund</b>														
						11,728		654,639	(639,006)	(12,487)	11,728		(30,654)	575,795
<b>State Department of Agriculture</b>														
<b>Enterprise Fund:</b>														
Child Nutrition Cluster:														
State School Lunch Program	15-100-010-3350-023	5,652.00	07/01/14	06/30/15				4,383	(5,652)	-	(1,259)		-	5,652
Total Child Nutrition Cluster								4,383	(5,652)	-	(1,259)		-	5,652
<b>Total Enterprise Fund</b>								4,383	(5,652)	-	(1,259)		-	5,652
<b>Total State Financial Assistance</b>								6,879,635	(6,849,232)	(12,487)	11,728		(643,554)	6,796,021

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

**SOMERS POINT SCHOOL DISTRICT**  
**Notes to the Schedules of**  
**Expenditures of Awards and Financial Assistance**  
**June 30, 2015**

**Note 1: General**

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state award programs of the Board of Education, City of Somers Point School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2: Basis of Accounting**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting. This basis of accounting is described in Notes 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

**Note 3: Relationship to Basic Financial Statements**

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes the payments are not recognized until the subsequent budget 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 two state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$2,535 for the General Fund and \$5,983 for the Special Revenue Fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>TPAF Pension</u>	<u>Total</u>
General Fund	\$ 104,673	7,209,023	(1,001,914)	6,311,782
Special Revenue Fund	900,780	582,408		1,483,188
Food Service Fund	389,759	5,652		395,411
	<hr/>	<hr/>	<hr/>	<hr/>
Total Financial Assistance	\$ <u>1,395,212</u>	<u>7,797,083</u>	<u>(1,001,914)</u>	<u>8,190,381</u>

**SOMERS POINT SCHOOL DISTRICT**  
**Notes to the Schedules of**  
**Expenditures of Awards and Financial Assistance**  
**June 30, 2015**

**Note 4: Relationship to Federal and State Financial Reports**

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

**Note 5: Other**

The amounts reported as TPAF Pension Contributions represents the amount paid on behalf of the District for the year ended June 30, 2015. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2015.

**SOMERS POINT SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2015**

**Section I - Summary of Auditor's Results**

**Financial Statement**

Type of auditor's report issued	<u>Unmodified</u>		
Internal control over financial reporting:			
• Material weakness(es) identified?	_____ yes	_____ <u>X</u> _____	no
• Significant deficiency(ies) identified?	_____ yes	_____ <u>X</u> _____	none reported
Noncompliance material to financial statements noted?	_____ yes	_____ <u>X</u> _____	no

**Federal Awards**

Internal Control over major programs:			
• Material weakness(es) identified?	_____ yes	_____ <u>X</u> _____	no
• Significant deficiency(ies) identified?	_____ yes	_____ <u>X</u> _____	none reported
Type of auditor's report issued on compliance major programs	<u>Unmodified</u>		
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	_____ yes	_____ <u>X</u> _____	no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
_____	Child Nutrition Cluster:
_____ 10.553 _____	_____ School Breakfast Program _____
_____ 10.555 _____	_____ National School Lunch Program _____
_____ 10.555 _____	_____ National Snack Program _____
_____	_____
_____ 93.778 _____	_____ Medical Assistance Program _____
_____	_____
_____	_____
_____	_____

Dollar Threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee? \_\_\_\_\_ X \_\_\_\_\_ yes \_\_\_\_\_ \_\_\_\_\_ no

**SOMERS POINT SCHOOL DISTRICT  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED JUNE 30, 2015  
 (CONTINUED)**

**Section I - Summary of Auditor's Results**

**State Awards**

Internal Control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ yes     X     no
- Significant deficiency(ies) identified? \_\_\_\_\_ yes     X     none reported

Type of auditor's report issued on compliance major programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular 04-04

yes     X     no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
	State Aid - Public Cluster:
15-495-034-5120-078	Equalization Aid
15-495-034-5120-089	Special Education Aid
15-495-034-5120-084	Security Aid
15-495-034-5120-096	Under Adequacy Aid
15-495-034-5120-097	Per Pupil Growth Aid
15-495-034-5120-098	PARCC Readiness
15-495-034-5120-086	Preschool Education Aid

Dollar Threshold used to distinguish between type A and type B programs:

\$     300,000    

Auditee qualified as low-risk auditee?

    X     yes \_\_\_\_\_ no

**SOMERS POINT SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2015  
(CONTINUED)**

**II. Financial Statement Findings**

There are none

**III. Federal Awards and State Financial Assistance Findings and Questioned Costs**

**FEDERAL AWARDS:**

Our audit disclosed no material Findings or Questioned Costs.

**STATE AWARDS:**

Our audit disclosed no material Findings or Questioned Costs.

**Status of Prior Year Findings**

None

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