

BOARD OF EDUCATION
OF THE
TOWNSHIP OF TABERNACLE
SCHOOL DISTRICT
TABERNACLE, NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

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INTRODUCTORY SECTION



Tabernacle Township Schools

132 New Road Tabernacle, NJ 08088

December 4, 2015

Honorable President and
Members of the Board of Education
Township of Tabernacle School District
County of Burlington, New Jersey

Dear Board of Education Members:

The Comprehensive Annual Financial Report of the Tabernacle Township 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 (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 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 Management's Discussion and Analysis, basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information. 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 State and Local Governments and Non-Profit Organizations", and the State Treasury Circular Letter 15-08 OMB, "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, findings and questioned costs, is included in the single audit section of this report.

- 1.) **REPORTING ENTITY AND ITS SERVICES:** Tabernacle Township School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement 14. All funds and account groups of the District are included in this report. The Tabernacle Township Board of Education and its schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels preschool disabilities through eight. These include regular education as well as special education for disabled children. The District's enrollment is 776. The following details the changes in the student enrollment of the District over the last ten years:

AVERAGE DAILY ENROLLMENT

<u>Fiscal Year</u>	<u>Student Enrollment</u>
2004/2005	969.3
2005/2006	938.9
2006/2007	886.0
2007/2008	880.0
2008/2009	896.0
2009/2010	873.0
2010/2011	870.0
2011/2012	828.0
2012/2013	807.0
2013/2014	797.0
2014/2015	776.0

The District is a constituent member of the Lenape Regional High School District. The District's students in grades 9-12 attend Seneca High School located in Tabernacle Township.

- 2.) **ECONOMIC CONDITION AND OUTLOOK:** Tabernacle Township is a rural, residential community located in the southwestern portion of Burlington County. The Township is approximately 49.55 square miles and approximately twenty-six miles from Philadelphia. Wharton Tract covers 28.5% of the township's 30,489 acres. Tabernacle Township is located within the Pinelands Preservation area with development highly regulated. The population for 2013 was 6,970 compared to 6,978 in 2012. The population density in 2014 was 140.3 persons per square mile. The percent of tax levy collected for 2015 was 100.00%. The unemployment rate for 2014 was 5.8%.

3.) **MAJOR INITIATIVES:**

Statewide and District Assessments: Students in grades are evaluated with the Measures of Academic Progress (MAP) in the areas of reading and mathematics. The MAP benchmark assessment is administered three times a year and is aligned to the Common Core State Standards (CCSS). Students in grades three through eighth were assessed using the Partnership for Assessment of Readiness for College and Careers (PARCC) for English Language Arts and Mathematics and the New Jersey Assessment for Skills and Knowledge (NJ ASK) in grades fourth and eighth for Science. Students in fourth and eighth grade were assessed in language arts, mathematics, and science.

Language Arts: The District writing program continues to be in development and is based on the Lucy Calkins Writer's Workshop Model. Additional writing resources offering ideas for mini lessons have been purchased for teachers. Writing activities are correlated with the reading/literature program of each grade level. The Writers' Workshop model of instruction has been implemented district-wide in an effort to raise student achievement in Language Arts Literacy.

Mathematics: The EnVision Math program is in use in kindergarten through fifth grade. The EnVision Math program targets student understanding and meets the individual needs of students through balanced and accurately paced lesson, printed materials, manipulatives, and technology integration. The Progressive Mathematics Initiative (PMI) is used for math instruction in grades six through eight. Select student groups in grades seven and eight continue to use the algebra and geometry texts and syllabi from the Lenape Regional High School district. All other eighth grade students are instructed through the PMI.

Science: The elementary school continues to use the McGraw Hill Science program. Grade one uses the big book format, grades two and three the single text format, and grade four the modular format. All topics were aligned with the recently revised New Jersey Core Curriculum Content Standards (NJCCCS) for science. The middle school science department is in its seventh year with Holt Science & Technology. The program is modular and allows for flexibility of instructional topics within the middle school grade levels. It also has an extensive technology resource component for students and instructors. Middle school science instructors also have one of the technology labs organized with Virtual Investigations. The program now includes virtual experiments and student online access to the textbook.

Social Studies: Grades three, four, five, six, seven and eight are currently using the History Alive program. Call to Freedom is used as a supplemental resource by the eighth grade. In addition, current events are incorporated to provide timely and appropriate topics for classroom discussion. Grades K-2 teach social studies through the Nystrom Program, which offers a hands on approach to social studies.

Technology: The technology department released a new standardized load set for all computers used in the district. A “load set” is a snapshot of a hard drive that contains a computer operating system and commonly used applications. In the past we were unable to easily reload computers that developed software problems. Now, the system can be reloaded using an automated process in about an hour. Most of this time is unattended which leave the technician available to perform other tasks while the reload operation is running.

The new load set is more user friendly for students. Icons for the most frequently used applications and sites now appear on the desktop for all users. The new load set has been deployed on all student-facing machines.

A new integrated Science Technology Engineering and Mathematics (iSTEM) lab is equipped with eight Dell OptiPlex 790 desktop computers. The 790’s are the fastest machines we have in the Tabernacle School District and designed to meet the demands of the iSTEM program. Additionally, all student machines now feature Google SketchUp 2013. The school has been granted a free license for up to 300 simultaneous users. This application was requested during the planning of the iSTEM curriculum and program.

A new virtual server hosts the districts newly adopted transportation software known as the Bus Boss application. The virtual server is hosted in the high-availability cluster and will serve the transportation department.

The district utilizes Study Island for creating individual learning plans based on student performance on the NWEA Measures of Academic Progress. Classes have been created for all grade levels.

Google Apps has been deployed district-wide. All users’ email has been migrated to Google Mail. The new email system appears identical to Gmail, which many of our users are already using for personal email accounts. Over, 1,000,000 emails, calendar events, and contacts were migrated to Google from the Exchange server as part of the migration.

A technology named Domain Key Identified Mail (DKIM) has been deployed to help spam filters outside of our network authenticate the email we send. In the past, there was some difficulty sending email to certain companies because spam filters were unable to check the validity of the sender. DKIM allows the validity check to occur and helps ensure the email we send makes it to the intended destination.

The Tabernacle School District is running a windows environment, running windows 7 Professional, and operating Office Professional 2007. Tabernacle's technology network consists of copper internal and external cabling with switches that transport data at a speed of a full GB to the desktop per second. Every staff member and student has their own folder space on the district network and every staff member has an email address as well as a secure remote desktop connection. The academic software enriches the program content within the Tabernacle School District. All grade levels utilize the Education Technology Curriculum K-8 to maintain a clear focus for the integration of technology in all subject content. The State of New Jersey has enforced a new assessment on Computer Literacy where students in grades 4 and 8 are assessed. All students have technology portfolios. It is a district goal for all teachers to utilize technology regularly to ensure success on this assessment.

Software for kindergarten through grade one instruction emphasized grade level content knowledge in language arts, mathematics, and science. Kindergarten through eighth grade use programs from Houghton Mifflin.

An Information Technology-Media Science course is provided in grades 5-8 and emphasizes higher level thinking skills in the areas of technology, mathematics, and science. The media specialist provides each social studies class instruction in utilizing reference/research skills as well as on-line database/reference technology.

Reading/Literature: Kindergarten through eighth grade continues to implement the use of authentic literature as the primary source of instructional materials. Teacher resources involving literature circles and incorporating novels into the classroom were also continued in the middle school. The Personal Choice Reading (PCR) model of instruction has been introduced and implemented in all grades. The Tabernacle School District is underway with a major literacy initiative to fully develop a well-balanced literacy program to include: 1.) a core literature component, 2.) guided reading, 3.) writers workshop, 4.) personal choice reading, and 5.) word study. All materials are aligned with the Common Core State Standards for ELA.

Staff Development: Staff development continues to be a District priority. Topics for presentations were based on curriculum changes, school objectives, and the District's local professional development plan. Tabernacle staff have professional development opportunities through in-service programs, Lenape Regional Consortium programs, Burlington County Curriculum Consortium programs, after-school courses, off-site professional workshops/conferences, in-house training sessions, and tuition reimbursement for college level graduate courses.

World Language: Each school has its own world language instructor. Each teacher has purchased a variety of resources based on the grade level they instruct. The elementary students use elementary level materials available like SALSA (NJ Department of Education) and the Spanish Alphabet Books (Zaner-Bloser Publishing Company). The Middle School Spanish classroom focuses on learning the language through comprehensible input and cooperative learning. Language instruction at the middle school is delivered utilizing resources associated with the Teaching Proficiency Through Reading and Storytelling (TPRS) method which allows students to learn a language using a more natural approach. The district will be purchasing more resources from TPRS Publishing for the upcoming school year for grades 5-8, as they have found this method to be quite successful, and select eighth grade students participate in the full year program using the text used by first year Spanish students in Seneca High School the Spanish I students in 8th Grade use ¡Avancemos! (Holt McDougal), ¿Qué tal? (Scholastic Spanish Magazine Series) and a Spanish class novel from TPRS Publishing, Inc.

Integrated Science Technology Engineering and Mathematics (iSTEM) Program: The school district has partnered with the College of New Jersey's Center for Excellence in STEM Education to successfully implement a best practice model of an integrated STEM program at the Kenneth R. Olson Middle School. The district is utilizing the Engineering by Design curriculum as a model for programming design challenges for student in 5th through 8th grade. The district continues to develop curriculum in the iSTEM program.

Report Cards: The school district completes its report cards electronically through the District's technology resources. There were no revisions to any elementary level report cards.

Special Educational Services: The District strives to provide the least restrictive environment for its students. Approximately three quarters of the special needs students are in general education classrooms and receive their special education services through in-class support of the regular teacher assisted by a special education teacher. During the 2011/2012 school year the State of New Jersey Department of Education reviewed and approved the District's special education improvement plan. The District continues to meet with its Special Education Advisory Committee to review and improve services. This Committee also arranges speakers on various special educational topics for parent information sessions. The district provides preschool inclusive programming for students with disabilities and adopted the High Scope researched based early childhood curriculum an NJDOE recognized evidenced based program.

District Information: Tabernacle students grades kindergarten through fourth, including a preschool disabilities class, are housed in the Tabernacle Elementary School. Students in grades fifth through eighth are housed in the Kenneth R. Olson Middle School. As of July 1, 2000 the District's third school, the Tabernacle Intermediate School, was leased to the Lenape Regional High School District for use as a transition high school. After extensive renovations to the school were completed by the Lenape District, the building opened to high school students for the 2001/2002 school year. At that time the building was dedicated as Sequoia Transition High School.

Full Day Kindergarten: The district provides full day kindergarten programming for all Tabernacle resident students. Curriculum is based on the NJDOE recommended schedule of learning and activities for a model kindergarten full day program.

The District was successfully monitored during January 2001 by the State of New Jersey Department of Education under N.J.S.A. 18A:7A-1 et seq. and N.J.A.C. 6A:30 et seq. This resulted in certification for a period of seven years. This monitoring process included a review of data, interviews of staff, inspection of facilities, and visits to the District's schools.

The District's Long-Range Facilities Plan was revised and approved by the Board of Education at its October 10, 2005 meeting. This plan is a requirement of the Educational Facilities Construction and Financing Act, P.L. 2000, c.72, N.J.A.C. 6A:26-1.1 and the Facilities Efficiency Standards. The Plan covers years October 2008 to October 2013. The district has submitted amendments and updates to the current LRF to accommodate for future projects anticipated in the 2015-2016 school year and beyond.

On March 9, 2004, the District held a bond referendum in the amount of \$11,673,195 for the replacement of the middle school roof and various upgrades to the major systems of the middle school and elementary school. The referendum was defeated. The Board of Education held another referendum on September 28, 2004 in the amount of \$9,743,980.00, which did receive voter approval. A second question on the ballot was defeated with a tie vote.

In February 2005, bonds were issued in the amount of \$5,673,000 with a net interest rate of 3.9713%. The projects began during the Spring of 2005 with major work scheduled for the Summer of 2006 and 2007. Upgrades to the district's waste water treatment plant began during the 2008/2009 school year.

During October of 2013, closing took place for the refinancing of the District's 2003 and 2005 bond issues. The savings to the District was \$359,398.40. The retirement date of the bonds is in the 2024/2025 school year.

- 4.) **INTERNAL ACCOUNTING CONTROLS:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is 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 recognized 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 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, if applicable, 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 District maintains budgetary controls. The objective of these budgetary controls is to insure 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 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.

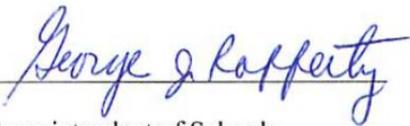
- 6.) **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

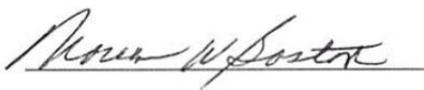
- 7.) **FINANCIAL INFORMATION AT FISCAL YEAR END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

- 8.) **DEBT ADMINISTRATION:** At June 30, 2015, the District's outstanding debt issues included \$5,880,000 of general obligation bonds.

- 9.) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements”, Note 2. The District has adopted a cash management plan, which 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.
- 10.) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The District is a member of the Burlington County Insurance Pool Joint Insurance Fund of which twenty-four school Districts from Burlington, Gloucester, Camden and Mercer counties participate.
- 11.) **OTHER INFORMATION:** State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board of Education appointed the firm of Bowman & Company LLP as the District’s auditors. 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 and the related OMB Circular A-133 and State Treasury Circular Letter 15-08 OMB. The auditor’s report on the basic financial statements and combining and 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.
- 12.) **ACKNOWLEDGMENTS:** The success of this Comprehensive Annual Financial Report of the Tabernacle School District would not exist without the continued support of the administration, staff, parents and the community, but most certainly the efforts of the Tabernacle Board of Education to continually provide fiscal accountability to the citizens and taxpayers of the School District. The Board of Education is to be commended for their support and for setting high standards for the School District. The Board’s dedication and determination to providing quality education to the students of the Township of Tabernacle for a lifetime has been outstanding. We sincerely express our appreciation for their efforts for the development and maintenance of the District’s educational and financial operations. It also must be noted that the preparation of this report could not have been accomplished without the efforts, dedication, and professionalism of our District administration and their staff, and especially, the staff of the Business Office. Their continuing efforts year after year that demonstrate their dedication and commitment to the pursuit of excellence are outstanding. Therefore, their work is acknowledged and greatly appreciated.

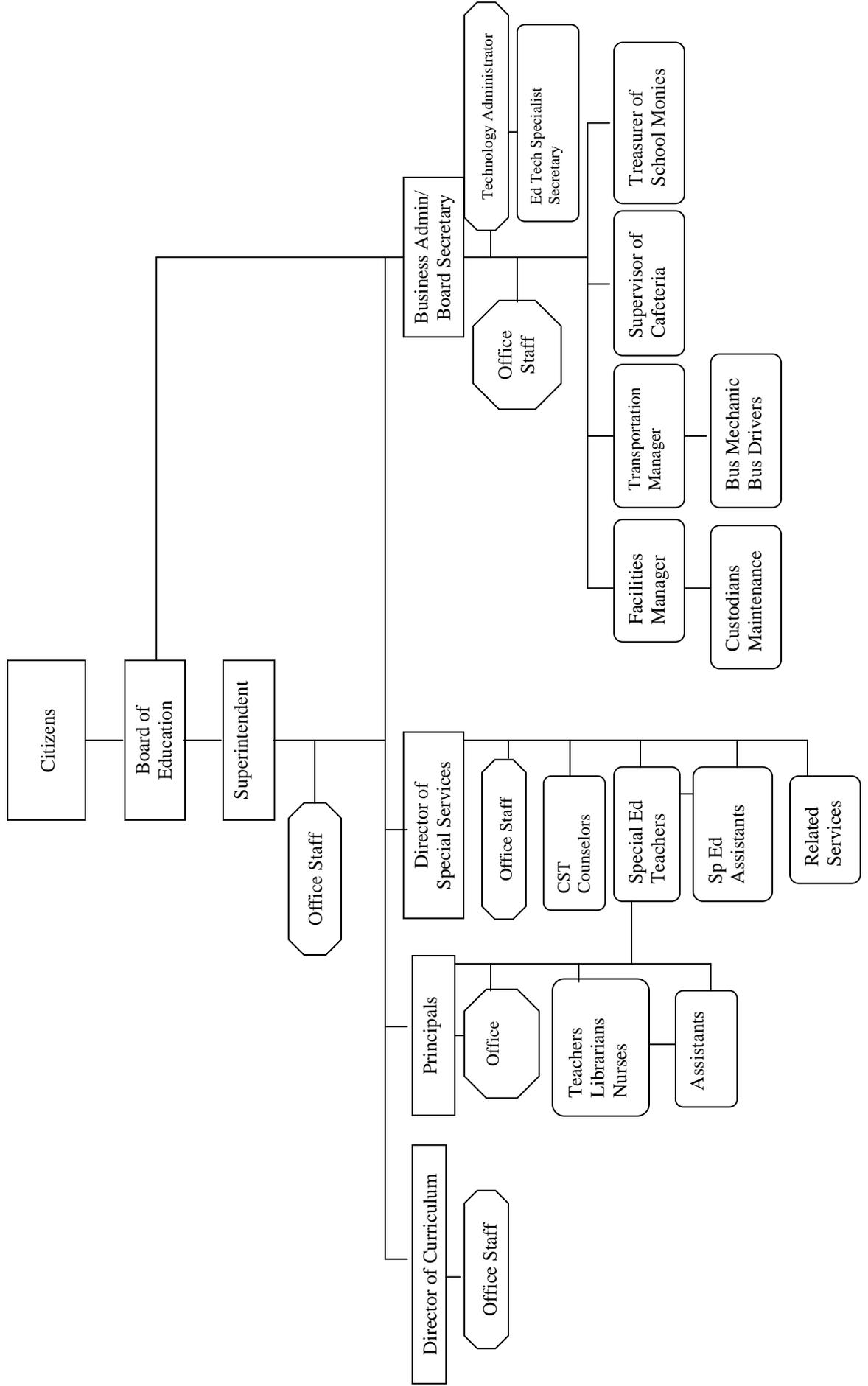
Respectfully submitted,


Superintendent of Schools


Business Administrator
Board Secretary

TABERNACLE TOWNSHIP SCHOOL DISTRICT

Organization Chart



**TABERNACLE TOWNSHIP BOARD OF EDUCATION
132 NEW ROAD
TABERNACLE, NEW JERSEY 08088**

**ROSTER OF OFFICIALS
JUNE 30, 2015**

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Dr. Michael Lee, President	2015
Geneva Moore, Vice President	2016
John Bulina	2016
Dr. Heidi Freeman	2015
Dr. Kevin McCloy	2017
Stephen Price	2017
Vitoria Shoemaker	2016
Julia Stewart	2015
Dr. Megan Jones	2017

OTHER OFFICIALS

George J. Rafferty – Superintendent
Noreen Boston – Business Administrator/Board Secretary
Karen Albanese – Treasurer of School Monies

TABERNACLE TOWNSHIP BOARD OF EDUCATION
132 New Road
Tabernacle, New Jersey

CONSULTANTS AND ADVISORS

Architect

Regan, Young, England, Butera
456 High Street
Mt. Holly, New Jersey 08060

Audit Firm

Bowman & Company, LLP
Daniel M. DiGangi, CPA, PSA
601 White Horse Road
Voorhees, NJ 08043

Attorney

Parker, McCay and Criscuolo
Stephen J. Mushinski
9000 Midlantic Drive, Suite 300
Mount Laurel, NJ 08054

Labor Consultants

Taylor, Whalen and Hybbenenth
Bruce Taylor
P.O. Box 622
Howell, New Jersey 07731

Official Depositories

Beneficial Bank
1484 US 206
Tabernacle, New Jersey 08088

TD Bank
1701 Route 70 East
Cherry Hill, New Jersey 08053

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Tabernacle School District
County of Burlington
Tabernacle, New Jersey 08088

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 Township of Tabernacle School District, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School 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 in compliance with audit requirements as prescribed by the Division of Administration and 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 School District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Emphasis of Matter

Adoption of New Accounting Principles

As discussed in note 1 to the financial statements, during the fiscal year ended June 30, 2015, the School District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

Prior Period Restatement

Because of the implementation of GASB Statements No. 68 and No. 71, net position as of June 30, 2014 on the statement of activities has been restated, as discussed in note 21 to the financial statements. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, and schedules of School District's contributions, as listed 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 Township of Tabernacle School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, statistical section, and schedule of expenditures of federal awards are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2015 on our consideration of the Township of Tabernacle 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 Township of Tabernacle School District's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Daniel M. DiGangi
Certified Public Accountant
Public School Accountant No. CS 002376

Voorhees, New Jersey
December 4, 2015

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Tabernacle School District
County of Burlington
Tabernacle, New Jersey 08088

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Division of Administration and 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 Township of Tabernacle School District, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 4, 2015. Our report on the financial statements included an emphasis of matter paragraph describing the restatement of the prior period financial statements resulting from the adoption of new accounting principles.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township of Tabernacle School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Tabernacle School 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Daniel M. DiGangi
Certified Public Accountant
Public School Accountant No. CS 002376

Voorhees , New Jersey
December 4, 2015

REQUIRED SUPPLEMENTARY INFORMATION
PART I

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015
(Unaudited)

The management's discussion and analysis of Tabernacle Township Public School District (School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2015 and 2014. The intent of the discussion and analysis is to look at the School District's financial performance and review the notes to the basic financial statements to enhance the understanding of the School District's financial performance. It is recommended that the discussion and analysis be read in conjunction with a transmittal letter at the front of this financial report.

FINANCIAL HIGHLIGHTS

Financial Highlights for fiscal year 2015:

- During the fiscal year ended June 30, 2015 the School District was required to implement Governmental Accounting Standard Board (GASB) Statement No. 68 – *Accounting and Financial Reporting for Pensions*, see below discussion. In addition, the notes to the financial statements provide a more through discussion of the implementation of GASB 68 and the effects to the financial statements.
- The assets of the Tabernacle Township Public School District exceeded its liabilities at the close of the most recent fiscal year by \$6,184,337 (net position).
- The School District's total net position increased by \$865,062. This increase is primarily attributable to the Tabernacle Township Public School District's decrease in long-term liabilities.
- As of the close of the current fiscal year, the School District's governmental funds reported combined ending fund balances of \$3,001,402, an increase of \$444,847 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund had a deficit of \$199,389, which is an increase of \$65,517 in comparison with the prior year.
- The Tabernacle Township Public School District's total debt decreased by \$690,533 as a result of debt and lease payments.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the School District's budget for the year.

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015
(Unaudited) (Cont'd)

OVERVIEW OF THE FINANCIAL STATEMENTS (CONT'D)

Government-Wide Statements

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

The two government-wide statements report the School District's net position and how they have changed. Net position is the difference between the School District's assets and deferred outflows of resources and liabilities and deferred inflows of resources and is one way to measure the School District's financial health or position. An increase or decrease in the School District's net position is an indicator of whether its financial position is improving or deteriorating, respectively. To assess the overall health or position of the School District, you need to consider additional nonfinancial factors such as changes in the School District's property tax base and the condition of school buildings and other facilities.

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

- *Governmental activities* – The basic services, such as instruction for regular and special education, maintenance and operations, transportation and administration are included as government activities. Property taxes, state aid and fund balance appropriated finance most of these activities.
- *Business-type activities* – The School District charges fees to cover the costs of certain services such as food services.

Fund Financial Statements

The fund financial statements provide more detailed information about the School District's funds, focusing on the significant funds, not the School District as a whole. Funds are used by the School District to keep track of specific sources of funding and spending on particular programs.

The School District has three kinds of funds:

- *Governmental funds* – The School District's basic services are included in governmental funds, which detail cash and other financial assets and also identify balances that remain at year-end. Governmental funds statements provide a short-term view to determine whether more or less financial resources can be spent in subsequent years.
- *Proprietary funds* – These funds represent charges or fees for such activities as food services.
- *Fiduciary funds* – The School District is the trustee for assets that belong to others. The student activities funds which include clubs, classes, athletic and scholarship funds are maintained in this fund. The School District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes. These funds are not included in the government-wide financial statements since the School District is not permitted to use these assets in the School District operation.

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015
(Unaudited) (Cont'd)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

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

TABLE 1				
Net Position				
	<u>June 30, 2015</u>	<u>June 30, 2014</u>	<u>Change</u>	<u>% Change</u>
Assets:				
Current and Other Assets	\$ 3,033,217	\$ 2,587,972	\$ 445,245	17.20%
Capital Assets	<u>13,753,916</u>	<u>14,081,195</u>	<u>(327,279)</u>	<u>-2.32%</u>
Total Assets	<u>16,787,133</u>	<u>16,669,167</u>	<u>117,966</u>	<u>0.71%</u>
Deferred Outflows of Resources:				
Related to Pensions	293,286		293,286	100.00%
Deferred Loss on Refunding	<u>342,593</u>	<u>376,852</u>	<u>(34,259)</u>	<u>-9.09%</u>
Total Deferred Outflows of Resources	<u>635,879</u>	<u>376,852</u>	<u>259,027</u>	<u>68.73%</u>
Liabilities:				
Long-Term Liabilities	10,394,022	7,248,653	3,145,369	43.39%
Other Liabilities	<u>238,726</u>	<u>73,313</u>	<u>165,413</u>	<u>225.63%</u>
Total Liabilities	<u>10,632,748</u>	<u>7,321,966</u>	<u>3,310,782</u>	<u>45.22%</u>
Deferred Inflow of Resources - Related to Pensions	<u>605,927</u>	<u>-</u>	<u>605,927</u>	<u>100.00%</u>
Net Position:				
Net Investment in Capital Assets	7,923,978	7,573,622	350,356	4.63%
Restricted	3,200,791	2,622,631	578,160	22.05%
Unrestricted (Deficit)	<u>(4,940,432)</u>	<u>(472,200)</u>	<u>(4,468,232)</u>	<u>946.26%</u>
	6,184,337	9,724,053	(3,539,716)	-36.40%
Restatement to Record the School District's Net Pension Liability and Pension Related Deferred Outflows of Resources per GASB 68	<u>-</u>	<u>(4,404,779)</u>	<u>4,404,779</u>	<u>-100.00%</u>
Total Net Position	<u>\$ 6,184,337</u>	<u>\$ 5,319,274</u>	<u>\$ 865,063</u>	<u>16.26%</u>

Table 2 provides an illustration of the impact of the School District's Net Position for the implementation of GASB 68.

TABLE 2				
Statement of Net Position - Effect of Pension Related Items				
	<u>June 30, 2015</u>	<u>June 30, 2014</u>	<u>Change</u>	<u>% Change</u>
Deferred Outflows Related to Pensions	\$ 293,286		\$ 293,286	100.00%
Less: Net Pension Liability	(3,880,561)	\$ (4,404,779)	524,218	-11.90%
Less: Deferred Inflows Related to Pensions	<u>(605,927)</u>		<u>(605,927)</u>	<u>-100.00%</u>
	<u>\$ (4,193,202)</u>	<u>\$ (4,404,779)</u>	<u>\$ 211,577</u>	<u>-4.80%</u>

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015
(Unaudited) (Cont'd)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONT'D)

Table 3 reflects changes in net position for fiscal years 2015 and 2014.

TABLE 3
Change in Net Position

Revenues:	<u>June 30, 2015</u>	<u>June 30, 2014</u>	<u>Change</u>	<u>% Change</u>
Program Revenues:				
Charges for Services	\$ 408,103	\$ 362,671	\$ 45,432	12.53%
Operating Grants and Contributions	1,505,952	1,411,702	94,250	6.68%
Capital Grants and Contributions	3,890	19,190	(15,301)	-79.73%
General Revenues:				
Property Taxes	7,480,274	7,271,119	209,155	2.88%
Grants and Contributions not Restricted to Specific Programs	5,673,529	5,727,735	(54,206)	-0.95%
Other	85,178	98,623	(13,445)	-13.63%
Total Revenues	<u>15,156,927</u>	<u>14,891,040</u>	<u>265,887</u>	<u>1.79%</u>
Expenses:				
Instruction:				
Regular	3,710,826.81	4,205,992	(495,165)	-11.77%
Special Education	1,183,495	1,169,530	13,965	1.19%
Other Instruction	271,930	253,571	18,358	7.24%
Other Special Instruction	197,166	112,919	84,247	74.61%
Student Services:				
Student and Instruction Related	1,535,176	1,572,401	(37,225)	-2.37%
School Administrative Services	407,294	440,066	(32,772)	-7.45%
Other Administrative Services	627,720	658,347	(30,626)	-4.65%
Plant Operations and Maintenance	1,175,336	1,232,188	(56,853)	-4.61%
Pupil Transportation	460,085	516,938	(56,853)	-11.00%
Allocated and Unallocated Benefits	2,591,556	2,614,505	(22,949)	-0.88%
Reimbursed TPAF Pension and Social Security	1,147,740	1,042,878	104,862	10.06%
Interest on Long-Term Debt	254,647	354,585	(99,938)	-28.18%
Unallocated Depreciation	466,597		466,597	100.00%
Food Service	262,294	266,689	(4,395)	-1.65%
Total Expenses	<u>14,291,864</u>	<u>14,440,610</u>	<u>(148,747)</u>	<u>-1.03%</u>
Increase (Decrease) in Net Position	865,063	450,430	414,634	0.92
Beginning Net Position	<u>5,319,274</u>	<u>9,273,623</u>	<u>(3,954,349)</u>	<u>-42.64%</u>
Ending Net Position, Prior to Restatement	6,184,337	9,724,053	(3,539,716)	-36.40%
Restatement to Record the School District's Net Pension Liability and Pension Related Deferred Outflows of Resources per GASB 68	-	(4,404,779)	4,404,779	-100.00%
Ending Net Position	<u>\$ 6,184,337</u>	<u>\$ 5,319,274</u>	<u>\$ 865,063</u>	<u>16.26%</u>

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015
(Unaudited) (Cont'd)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONT'D)

Governmental Activities

In 2014-2015, Governmental Activities Revenues were \$14,899,555 or 98.3% of total revenues.

In 2013-2014, Governmental Activities Revenues were \$14,613,845 or 98.14% of total revenues.

In 2014-2015, General Revenues - Property Taxes of \$7,480,274 made up 50.2%, and General Revenues – Grants and Contributions not Restricted to Specific Programs of \$5,673,529 made up 38.08% of Governmental Activities Revenues.

In 2013-2014, General Revenues - Property Taxes of \$7,271,119 made up 49.76%, and General Revenues – Grants and Contributions not Restricted to Specific Programs of \$5,727,735 made up 39.19% of Governmental Activities Revenues.

In 2014-2015, the School District's Governmental Activities expenditures decreased by \$144,351 or 1.02%.

Business-Type Activities

In 2014-2015 Business-Type Activities Revenues were \$257,372 or 1.7% of total revenues. In 2013-14 Business-Type Activities Revenues were \$277,195 or 1.86% of total revenues.

Charges for Services for Business-Type Activities were \$181,337 in 2014-2015 compared to \$183,548 in 2013-2014, a 1.2% decrease.

Operating Grants and Contributions for Business-Type Activities were \$76,035 in 2014-2015 compared to \$93,548 in 2013-2014, an 18.72% decrease.

Expenses for Business-Type Activities were \$262,294 in 2014-2015 compared to \$266,689 in 2013-2014, a 1.65% decrease.

General Fund Budgeting Highlights

The final budgetary basis revenue estimate was \$12,405,518, which was equal to the original budget.

The 2014-2015 General Fund Tax Levy was \$6,778,362, an increase of \$274,179 or 4.22% from the 2013-2014 General Fund Tax Levy of \$6,504,183.

During fiscal year 2015, the School District budgeted \$6,778,362 for property taxes (local tax levy) and \$5,506,677 for state aid revenues.

The School District also received \$409,134 and \$738,606 reimbursed T.P.A.F. Social Security Aid and On-behalf T.P.A.F. Medical and Pension Contributions, respectively. The Tabernacle Township Public School District's expenditures also include the reimbursed TPAF Social Security Aid and On-behalf T.P.A.F. Pension and Medical Contributions of \$409,134 and \$738,606 respectively, which contributes to an unfavorable expenditure variance for the fiscal year.

The final budgetary basis expenditure appropriation estimate was \$13,305,519, which was equal to the original budget.

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2015
 (Unaudited) (Cont'd)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONT'D)

Financial Analysis of the Government's Funds

Governmental Funds - As of the end of the current fiscal year, the School District's governmental funds reported combining ending fund balances of \$3,001,402, an increase of \$444,846 in comparison with the prior year.

Of the combined ending fund balances of \$3,001,402, \$199,389 constitutes unassigned fund balance deficits. The remainder of fund balance of \$3,200,791 is restricted or assigned for various purposes.

Proprietary Funds - As of the end of the current fiscal year, the School District's proprietary fund had \$27,520 in unrestricted net position.

CAPITAL ASSETS

The Tabernacle Township Public School District's investment in capital assets for its governmental and business-type activities as of June 30, 2015 amounts to \$13,753,916 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, and equipment. There was a net decrease in the Tabernacle Township Public School District's investment in capital assets for the current fiscal year of 2.32 percent. The net decrease was the result of depreciation. Table 4 reflects the capital assets.

TABLE 4
 Capital Assets

Capital Assets (Net of Depreciation):	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Land Improvements	\$ 42,944	\$ 48,122
Building and Improvements	13,252,272	13,569,687
Furniture, Fixtures and Equipment	<u>458,700</u>	<u>463,386</u>
 Total Capital Assets	 <u>\$ 13,753,916</u>	 <u>\$ 14,081,195</u>

Depreciation expense was \$551,760 for fiscal year ended 2015 and \$547,002 for fiscal year ended 2014.

DEBT ADMINISTRATION

Long-term Debt - At the end of the current fiscal year, the Tabernacle Township Public School District had total bonded debt outstanding of \$5,880,000. The entire Tabernacle Township Public School District's bonded debt is governmental as opposed to business-type. The 2016 adopted budget has an appropriation of \$655,000 representing the payment of the annual principal. The 2013 refunding bonds will mature on September 1, 2024.

TABERNACLE TOWNSHIP PUBLIC SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015
(Unaudited) (Cont'd)

FACTORS ON THE DISTRICT'S FUTURE

For the 2014-15 school year, the Tabernacle Township Public School District was able to sustain its budget through the township tax levy, federal aid, state aid and miscellaneous revenue sources. Approximately 50.0 percent of total revenue is from local tax levy and 48.0 percent of the Tabernacle Township Public School District's revenue is from federal and state aid (restricted and not restricted).

In conclusion, the Tabernacle Township Board of Education and Administration have committed themselves to financial excellence for many years. Additionally, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District will continue with sound fiscal management to meet the challenge of the future.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Tabernacle Township Public School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Noreen Boston, Business Administrator/ Board Secretary at the Tabernacle Township School District, 132 New Road, Tabernacle, New Jersey 08088.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 2,414,783.67	\$ 18,264.72	\$ 2,433,048.39
Receivables, net	285,502.37	4,285.18	289,787.55
Restricted Cash and Cash Equivalents	301,115.98		301,115.98
Inventory		9,264.71	9,264.71
Capital Assets, net (Note 6)	<u>13,679,716.75</u>	<u>74,199.42</u>	<u>13,753,916.17</u>
Total Assets	<u>16,681,118.77</u>	<u>106,014.03</u>	<u>16,787,132.80</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions (Note 9)	293,286.00		293,286.00
Deferred Loss on Refunding	<u>342,593.16</u>		<u>342,593.16</u>
Total Deferred Outflows	<u>635,879.16</u>	<u>-</u>	<u>635,879.16</u>
LIABILITIES:			
Accounts Payable	171,260.00	1,183.15	172,443.15
Accrued Interest	63,171.51		63,171.51
Unearned Revenue		3,111.22	3,111.22
Noncurrent Liabilities (Note 7):			
Due within One Year	787,274.34		787,274.34
Due beyond One Year	<u>9,606,748.05</u>		<u>9,606,748.05</u>
Total Liabilities	<u>10,628,453.90</u>	<u>4,294.37</u>	<u>10,632,748.27</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions	<u>605,927.00</u>	<u>-</u>	<u>605,927.00</u>
NET POSITION:			
Net Investment in Capital Assets	7,849,778.80	74,199.42	7,923,978.22
Restricted for:			
Capital Projects	1,490,444.93		1,490,444.93
Other Purposes	1,710,345.59		1,710,345.59
Unrestricted (Deficit)	<u>(4,967,952.29)</u>	<u>27,520.24</u>	<u>(4,940,432.05)</u>
Total Net Position	<u>\$ 6,082,617.03</u>	<u>\$ 101,719.66</u>	<u>\$ 6,184,336.69</u>

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2015

Functions / Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 3,710,826.81				\$ (3,710,826.81)		\$ (3,710,826.81)
Special Education	1,183,495.44	\$ 226,766.28	\$ 222,273.00		(734,456.16)		(734,456.16)
Other Special Instruction	271,929.95				(271,929.95)		(271,929.95)
Other Instruction	197,166.12				(197,166.12)		(197,166.12)
Support Services:							
Student and Instruction Related Services	1,535,175.67		41,528.00		(1,493,647.67)		(1,493,647.67)
School Administrative Services	407,294.76				(407,294.76)		(407,294.76)
Other Administrative Services	627,720.39				(627,720.39)		(627,720.39)
Plant Operations and Maintenance	1,175,335.55				(1,175,335.55)		(1,175,335.55)
Pupil Transportation	460,085.23				(460,085.23)		(460,085.23)
Allocated and Unallocated Benefits	2,591,556.09				(2,591,556.09)		(2,591,556.09)
Reimbursed TPAF Pension and Social Security	1,147,740.46		1,147,740.46		(232,381.42)		(232,381.42)
Interest on Long-Term Debt	254,647.24		22,265.82		(466,597.14)		(466,597.14)
Unallocated Depreciation	466,597.14						
Total Governmental Activities	14,029,570.85	226,766.28	1,433,807.28	-	(12,368,997.29)	-	(12,368,997.29)
Business-Type Activities:							
Food Service	262,293.56	181,337.02	72,145.10	\$ 3,889.50	-	(4,921.94)	(4,921.94)
Total Primary Government	\$ 14,291,864.41	\$ 408,103.30	\$ 1,505,952.38	\$ 3,889.50	(12,368,997.29)	(4,921.94)	(12,373,919.23)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, net					6,778,362.00		6,778,362.00
Taxes Levied for Debt Service					701,912.00		701,912.00
Federal and State Aid Not Restricted					5,601,052.00		5,601,052.00
Federal and State Aid Restricted					72,477.18		72,477.18
Miscellaneous Income					85,178.45		85,178.45
Total General Revenues, Special Items, Extraordinary Items and Transfers					13,238,981.63	-	13,238,981.63
Change in Net Assets					869,984.34	(4,921.94)	865,062.40
Net Position -- July 1 (Restated)					5,212,632.69	106,641.60	5,319,274.29
Net Position -- June 30					\$ 6,082,617.03	\$ 101,719.66	\$ 6,184,336.69

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

FUND FINANCIAL STATEMENTS

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Balance Sheet
 Governmental Funds
 June 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 2,414,783.67		\$ 301,115.48	\$ 0.50	\$ 2,715,899.65
Receivables, net:					
Interfunds Receivable:					
Special Revenue Fund	96,302.00				96,302.00
Payroll	1,670.00				1,670.00
Unemployment	1.00				1.00
Receivables from Other Governments:					
State of NJ -- Non-Public Transportation Aid	3,250.00				3,250.00
State of NJ -- FICA	20,316.51				20,316.51
State of NJ -- Extraordinary Aid	129,554.00				129,554.00
Federal		\$ 96,302.00			96,302.00
Other Receivables	34,408.86				34,408.86
Total Assets	\$ 2,700,286.04	\$ 96,302.00	\$ 301,115.48	\$ 0.50	\$ 3,097,704.02
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Interfunds Payable:					
General Fund	-	\$ 96,302.00	-	-	\$ 96,302.00
Fund Balances:					
Restricted:					
Capital Reserve	\$ 1,189,329.45				\$ 1,189,329.45
Emergency Reserve	101,212.33				101,212.33
Maintenance Reserve	405,233.07				405,233.07
Excess Surplus	467,400.19				467,400.19
Excess Surplus Designated for Subsequent Year's Expenditures	592,718.13				592,718.13
Debt Service				\$ 0.50	0.50
Capital Projects			\$ 301,115.48		301,115.48
Assigned:					
Subsequent Year's Expenditures	143,781.87				143,781.87
Unassigned	(199,389.00)				(199,389.00)
Total Fund Balances	2,700,286.04	-	301,115.48	0.50	3,001,402.02
Total Liabilities and Fund Balances	\$ 2,700,286.04	\$ 96,302.00	\$ 301,115.48	\$ 0.50	

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 \$25,738,668.80 and the accumulated depreciation is \$12,058,952.05.	13,679,716.75
Long-term liabilities, including bonds payable, are not due and payable in the current period and are not reported as liabilities in the funds.	(6,513,461.39)
Deferred loss on refundings are not financial resources and therefore are not reported in the funds.	342,593.16
Accrued interest on bonds payable and capital leases is not due and payable in the current period and therefore are not reported as liabilities in the funds.	(63,171.51)
Net Pension Liability	(3,880,561.00)
Accounts Payable related to the April 1, 2016 Required PERS pension contribution that is not to be liquidated with current financial resources.	(171,260.00)
Deferred Outflows of Resources - Related to Pensions	293,286.00
Deferred Inflows of Resources - Related to Pensions	(605,927.00)
Net position of governmental activities	\$ 6,082,617.03

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 Governmental Funds
 For the Fiscal Year Ended June 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local Tax Levy	\$ 6,778,362.00			\$ 701,912.00	\$ 7,480,274.00
Tuition	226,766.28				226,766.28
State Sources	6,748,792.46			94,743.00	6,843,535.46
Federal Sources		\$ 263,801.00			263,801.00
Miscellaneous	85,178.45				85,178.45
Total Revenues	13,839,099.19	263,801.00	-	796,655.00	14,899,555.19
EXPENDITURES:					
Regular Instruction	3,721,593.88				3,721,593.88
Special Education Instruction	966,864.09	222,273.00			1,189,137.09
Other Special Instruction	271,929.95				271,929.95
Other Instruction	197,166.12				197,166.12
Support Services and Undistributed Costs:					
Student and Instruction Related Services	1,493,647.67	41,528.00			1,535,175.67
School Administrative Services	407,294.76				407,294.76
Other Administrative Services	593,382.17				593,382.17
Plant Operations and Maintenance	1,152,791.38				1,152,791.38
Pupil Transportation	468,484.94				468,484.94
Allocated and Unallocated Benefits	2,631,873.09				2,631,873.09
Reimbursed TPAF Pension and Social Security	1,147,740.46				1,147,740.46
Debt Service:					
Principal				650,000.00	650,000.00
Interest				199,687.50	199,687.50
Capital Outlay	134,594.95		\$ 153,856.50		288,451.45
Total Expenditures	13,187,363.46	263,801.00	153,856.50	849,687.50	14,454,708.46
Excess (Deficiency) of Revenues over Expenditures	651,735.73	-	(153,856.50)	(53,032.50)	444,846.73
OTHER FINANCING SOURCES (USES):					
Transfers To and From Capital Reserve	(364,800.00)		364,800.00		-
Transfers To and From Capital Projects Fund			(12,212.00)	12,212.00	-
Total Other Financing Sources and Uses	(364,800.00)	-	352,588.00	12,212.00	-
Net Change in Fund Balances	286,935.73		198,731.50	(40,820.50)	444,846.73
Fund Balance (Deficit)-- July 1	2,413,350.31		102,383.98	40,821.00	2,556,555.29
Fund Balance (Deficit)-- June 30	\$ 2,700,286.04	-	\$ 301,115.48	\$ 0.50	\$ 3,001,402.02

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Fiscal Year Ended June 30, 2015

Total Net Change in Fund Balances - Governmental Funds		\$ 444,846.73															
<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, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Depreciation Expense</td> <td style="width: 10%;"></td> <td style="width: 10%; text-align: right;">\$ (543,718.29)</td> </tr> <tr> <td>Debt Service Assessment Charged to Capital Outlay</td> <td></td> <td style="text-align: right;">(49,076.00)</td> </tr> <tr> <td>Assets Less Than \$2,000.00</td> <td></td> <td style="text-align: right;">(14,894.41)</td> </tr> <tr> <td>Assets Transferred to Food Service</td> <td></td> <td style="text-align: right;">(3,889.50)</td> </tr> <tr> <td>Capital Outlays</td> <td></td> <td style="text-align: right;"><u>288,451.45</u></td> </tr> </table>			Depreciation Expense		\$ (543,718.29)	Debt Service Assessment Charged to Capital Outlay		(49,076.00)	Assets Less Than \$2,000.00		(14,894.41)	Assets Transferred to Food Service		(3,889.50)	Capital Outlays		<u>288,451.45</u>
Depreciation Expense		\$ (543,718.29)															
Debt Service Assessment Charged to Capital Outlay		(49,076.00)															
Assets Less Than \$2,000.00		(14,894.41)															
Assets Transferred to Food Service		(3,889.50)															
Capital Outlays		<u>288,451.45</u>															
		(323,126.75)															
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.		650,000.00															
<p>Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of the difference in the treatment of the long-term debt related items.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Amortization of Loss on Early Retirement of Debt</td> <td style="width: 10%;"></td> <td style="width: 10%; text-align: right;">(34,259.32)</td> </tr> <tr> <td>Amortization of Bond Sale Premiums</td> <td></td> <td style="text-align: right;">21,360.90</td> </tr> </table>			Amortization of Loss on Early Retirement of Debt		(34,259.32)	Amortization of Bond Sale Premiums		21,360.90									
Amortization of Loss on Early Retirement of Debt		(34,259.32)															
Amortization of Bond Sale Premiums		21,360.90															
		40,532.99															
Repayment of capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		7,014.68															
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The decrease in accrued interest is an addition in the reconciliation. (+)		23,298.11															
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		40,317.00															
		<u>40,317.00</u>															
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which the School District's pension contributions exceeded pension benefits earned in the current period.		<u>\$ 869,984.34</u>															
Change in Net Position of Governmental Activities		<u>\$ 869,984.34</u>															

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Proprietary Funds
 Statement of Net Position
 June 30, 2015

	<u>Food Service</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 18,264.72
Accounts Receivable:	
State	182.46
Federal	4,031.12
Other	71.60
Inventories	9,264.71
Total Current Assets	31,814.61
Noncurrent Assets:	
Restricted Cash and Cash Equivalents	
Furniture, Fixtures and Equipment	172,764.50
Less Accumulated Depreciation	(98,565.08)
Total Noncurrent Assets	74,199.42
Total Assets	106,014.03
LIABILITIES:	
Current Liabilities:	
Accounts Payable	1,183.15
Unearned Revenue	3,111.22
Total Current Liabilities	4,294.37
NET POSITION:	
Net Investment in Capital Assets	74,199.42
Unrestricted	27,520.24
Total Net Position	\$ 101,719.66

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Proprietary Funds
 Statement of Revenues, Expenses and Changes in Fund Net Position
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>
OPERATING REVENUES:	
Charges for Services:	
Daily Sales - Reimbursable Programs:	
School Lunch Program	\$ 99,855.08
Daily Sales - Non-Reimbursable Programs	79,914.65
Special Functions	1,567.29
	181,337.02
Total Operating Revenues	181,337.02
OPERATING EXPENSES:	
Salaries	100,593.46
Employee Benefits	19,956.38
General Supplies	9,445.39
Depreciation	8,041.32
Administrative Fee	24,929.68
Other Purchased Services	7,953.85
Cost of Sales	89,768.48
Miscellaneous	1,605.00
	262,293.56
Total Operating Expenses	262,293.56
Operating Income / (Loss)	(80,956.54)
NONOPERATING REVENUES (EXPENSES):	
State Sources:	
State School Lunch Program	2,423.36
Federal Sources:	
National School Lunch Program	53,299.74
Food Distribution Program	16,422.00
	72,145.10
Total Nonoperating Revenues (Expenses)	72,145.10
Income (Loss) before Contributions and Transfers	(8,811.44)
Contributed Capital	3,889.50
Change in Net Position	(4,921.94)
Net Position -- July 1	106,641.60
Net Position -- June 30	\$ 101,719.66

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers	\$ 181,445.94
Payments to Employees	(99,410.31)
Payments for Employee Benefits	(19,956.38)
Payments for Supplies and Services	<u>(135,992.99)</u>
Net Cash Provided by (used for) Operating Activities	<u>(73,913.74)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
State Sources	2,471.45
Federal Sources	<u>71,162.35</u>
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>73,633.80</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Purchases of Capital Assets	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest Revenue	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(279.94)
Cash and Cash Equivalents -- July 1	<u>18,544.66</u>
Cash and Equivalents -- June 30	<u><u>\$ 18,264.72</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used)	
by Operating Activities:	
Operating Income (Loss)	\$ (80,956.54)
Adjustments to Reconcile Operating Income (Loss) to Net Cash	
Provided by (used for) Operating Activities:	
Depreciation and Net Amortization	8,041.32
(Increase) Decrease in Accounts Receivable	19.55
(Increase) Decrease in Inventories	(2,185.53)
Increase (Decrease) in Accounts Payable	1,078.09
Increase (Decrease) in Unearned Revenue	<u>89.37</u>
Total Adjustments	<u>7,042.80</u>
Net Cash Provided by (used for) Operating Activities	<u><u>\$ (73,913.74)</u></u>

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Fiduciary Funds
 Combining Statement of Fiduciary Net Position
 June 30, 2015

	Trust Fund		Agency Funds		<u>Total</u>
	<u>Scholarship Trust</u>	<u>Unemployment Compensation Trust</u>	<u>Student Activity</u>	<u>Payroll</u>	
ASSETS:					
Cash and Cash Equivalents	\$ 10,644.96	\$ 71,969.20	\$ 39,828.93	\$ 8,903.92	\$ 131,347.01
Accounts Receivable:					
Interfund Accounts Receivable:					
Due Unemployment Fund	-	-	-	4,470.79	4,470.79
Total Assets	<u>10,644.96</u>	<u>71,969.20</u>	<u>\$ 39,828.93</u>	<u>\$ 13,374.71</u>	<u>135,817.80</u>
LIABILITIES:					
Accounts Payable		1,923.97			1,923.97
Interfund Accounts Payable:					
Due General Fund		1.00		\$ 1,670.00	1,671.00
Due Payroll Fund		4,470.79			4,470.79
Payable to Student Groups			\$ 39,828.93		39,828.93
Payroll Deductions and Withholdings				11,704.71	11,704.71
Total Liabilities	<u>-</u>	<u>6,395.76</u>	<u>\$ 39,828.93</u>	<u>\$ 13,374.71</u>	<u>59,599.40</u>
NET POSITION:					
Held in Trust for Unemployment Claims and Other Purposes	<u>\$ 10,644.96</u>	<u>\$ 65,573.44</u>			<u>\$ 76,218.40</u>

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

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Statement of Changes in Fiduciary Net Position
 Fiduciary Funds
 For the Fiscal Year Ended June 30, 2015

	<u>Scholarship Trust</u>	<u>Unemployment Compensation Trust</u>
ADDITIONS:		
Contributions and Donations from Payroll Deductions Withheld Scholarship Donations	\$ 1,100.00	\$ 12,418.87
Total Additions	1,100.00	12,418.87
DEDUCTIONS:		
Scholarship Awards Unemployment Claims	1,500.00	27,000.09
Total Deductions	1,500.00	27,000.09
Change in Net Position	(400.00)	(14,581.22)
Net Position -- July 1	11,044.96	80,154.66
Net Position -- June 30	\$ 10,644.96	\$ 65,573.44

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

TOWNSHIP OF TABERNACLE SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2015

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Township of Tabernacle School District (the "School District") have been prepared to conform with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant of these policies.

Description of the Financial Reporting Entity

The School District is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades kindergarten through eight at its two schools. The School District has an approximate enrollment at June 30, 2015 of 776.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

In evaluating how to define the School District for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*. Blended component units, although legally separate entities, are in-substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic, but not the only criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and / or its citizens.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Component Units (Cont'd)**

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Based upon the application of these criteria, the School District has no component units, and is not a component unit of another governmental agency.

Government-wide and Fund Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

In regards to the fund financial statements, the School District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Fiduciary funds are reported by fund type.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized as revenues in the year for which they are levied. The Burlington County Board of Taxation is responsible for the assessment of properties, and the respective municipal tax collector is responsible for the collection of property taxes. Assessments are certified and property taxes are levied on January 1. Property tax payments are due February 1, May 1, August 1 and November 1. Unpaid property taxes are considered delinquent the following January 1 and are then subject to municipal lien. In accordance with New Jersey State Statute, the School District is entitled to receive moneys under an established payment schedule, and any unpaid amount is considered as an accounts receivable. The governing body of each municipality is required to pay over to the School District, within forty (40) days after the beginning of the school year, twenty percent (20%) of the moneys from school tax due.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

Thereafter, but prior to the last day of the school year, the municipality must pay the balance of moneys from school tax due for school purposes in such amounts as requested, with certain limitations, from time to time by the School District, within thirty days after each request.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are deemed both available and measurable. Available means when revenues are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Measurable means that the amount of revenue can be determined. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, tuition, reimbursable-type grants, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds:

General Fund - The general fund is the primary operating fund of the School District. It is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America, as they pertain to governmental entities, state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, ad valorem tax revenues, and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to, or remodeling of buildings, and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes, serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, or from the general fund by way of transfers from capital outlay or the capital reserve account.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)****Proprietary Funds**

Proprietary funds are used to account for the School District's ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary fund:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the School District on behalf of outside related organizations or on behalf of other funds within the School District. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds.

The School District maintains the following fiduciary funds:

Agency Funds - Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and / or other funds (i.e., payroll and student activities). The School District retains no equity interest in these funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District maintains the following agency funds: student activity fund and payroll fund.

Private-Purpose Trust Funds - Private-purpose trust funds are used to account for the principal and income for all other trust arrangements that benefit individuals, private organizations, or other governments. The School District maintains the following private-purpose trust funds:

Scholarship Fund - Revenues consist of donations and interest income. Expenditures represent scholarships for future teachers, which are awarded in accordance with the trust requirements.

New Jersey Unemployment Compensation Insurance Trust Fund - Revenues consist of contributions that have been included in the annual budget of the School District, employee payroll withholdings, and interest income. Expenditures represent claims incurred for unemployment.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Budgets / Budgetary Control**

Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds, and are submitted to the county office of education. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012, to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

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 one or more June state aid payments for budgetary purposes only, and the special revenue fund. 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, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. 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 budgetary basis. The budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The budget, as detailed on exhibit C-1, exhibit C-2, and exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting, as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule, to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances - governmental funds.

Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows the modified accrual basis of accounting, with the exception of the aforementioned revenue recognition policy for the one or more June state aid payments.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded to assign a portion of the applicable appropriation, is utilized for budgetary control purposes. Encumbrances are a component of fund balance at fiscal year-end as they do not constitute expenditures or liabilities, but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Budgets / Budgetary Control (Cont'd)****Encumbrances (Cont'd)**

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on the balance sheet as unearned revenues at fiscal year-end.

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

Cash, Cash Equivalents and Investments

Cash and cash equivalents, for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. 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. N.J.S.A. 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, 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 amount of their deposits to the governmental units.

Inventories

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in the governmental fund financial statements is recorded as expenditures when purchased rather than when consumed.

Inventories recorded on the government-wide financial statements and in the proprietary fund types are recorded as expenses when consumed rather than when purchased.

Tuition Receivable

Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Prepaid Expenses**

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2015.

In the governmental fund financial statements, however, payments for prepaid items are fully recognized as expenditures in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Short-Term Interfund Receivables / Payables

Short-term interfund receivables / payables (internal balances) represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund within the School District, and that are due within one year. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances, thus leaving a net amount due between the governmental and business-type activities that are eliminated in the total government column. Balances with fiduciary activities are not considered to be internal balances; therefore, such balances appear on the statement of net position.

Capital Assets

Capital assets represent the cumulative amount of capital assets owned by the School District. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position and proprietary fund statement of net position. In the case of gifts or contributions, such capital assets are recorded at fair market value at the time received.

The School District's capitalization threshold is \$2,000.00. Other costs incurred for repairs and maintenance is expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Furniture, Fixtures and Equipment	3 - 15 Years
Motor Vehicles	5 - 10 Years
Audio / Video Materials and Software	3 - 5 Years
Buildings and Improvements	15 - 50 Years
Land Improvements	15 Years

The School District does not possess any infrastructure assets.

Deferred Outflows and Deferred Inflows of Resources

The Statement of Net Position reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after Total Assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after Total Liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Deferred Outflows and Deferred Inflows of Resources (Cont'd)**

Transactions are classified as deferred outflows of resources and deferred inflow of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The School District is required to report the following as deferred outflows of resources and deferred inflows of resources:

Defined Benefit Pension Plans – The difference between expected (actuarial) and actual experience, changes in actuarial assumptions, net difference between projected (actuarial) and actual earnings on pension plan investments, changes in the School District's proportion of expenses and liabilities to the pension as a whole, differences between the School District's pension contribution and its proportionate share of contributions, and the School District's pension contributions subsequent to the pension valuation measurement date.

Deferred loss on refunding arising from the issuance of the refunding bonds is recorded as a deferred outflow of resources. It is amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense.

Tuition Payable

Tuition charges for the fiscal years ended June 30, 2015 and 2014 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measurable and the School District is eligible to realize the revenue.

Accrued Salaries and Wages

Certain School District employees who provide services to the School District over the ten-month academic year have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2015, the amounts earned by these employees were disbursed to the employees' own individual credit union accounts.

Compensated Absences

Compensated absences are payments to employees for accumulated time such as paid vacation, paid holidays, sick pay, and sabbatical leave. A liability for compensated absences that is attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the School 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 School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Compensated Absences (Cont'd)**

The School District uses the vesting method to calculate the compensated absences amount. The entire compensated absence liability, including the employer's share of applicable taxes, is reported on the government-wide financial statements. The portion related to employees in the proprietary funds is recorded at the fund level. The current portion is the amount estimated to be used in the following fiscal year. Expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of employee resignations and retirements. Compensated absences not recorded at the fund level represent a reconciling item between the fund level and government-wide presentations.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner, and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the governmental fund financial statements when due.

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 the Public Employees' Retirement System ("PERS") and additions to/deductions from TPAF's and PERS's fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Bond Discounts / Premiums

Bond discounts / premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts / premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

Net Position

Net position represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net Investment in Capital Assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Net Position (Cont'd)**

Unrestricted - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted - The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned - The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position, approved by the Board of Education.

Unassigned - The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Interfund Activity**

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

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Impact of Recently Issued Accounting Principles**Recently Issued and Adopted Accounting Pronouncements**

For the fiscal year ended June 30, 2015, the School District adopted GASB 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. As a result of adopting such Statements, the School District was required to measure and recognize liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to their defined benefit pensions. The cumulative effect of adopting GASB Statements No. 68 and No. 71 totaled \$4,404,779.00, and was recognized as a restatement of the School District's June 30, 2014 net position on the statement of activities (see Note 21).

Recently Issued Accounting Pronouncements

The GASB has issued the following Statement which will become effective in future fiscal years as shown below:

Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The Statement will become effective for the School District in fiscal year 2016. Management has not yet determined the impact of this Statement on the financial statements.

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*. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. The Statement will become effective for the School District in fiscal year 2016. Management does not expect this Statement will have an impact on the financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Impact of Recently Issued Accounting Principles****Recently Issued Accounting Pronouncements (Cont'd)**

Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the financial statements.

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. The Statement will become effective for the School District in fiscal year 2018. Management has not yet determined the impact of this Statement on the financial statements.

Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify, in the context of the current governmental financial reporting environment, the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The Statement will become effective for the School District in fiscal year 2016. Management does not expect this Statement will have an impact on the financial statements.

Statement No. 77, *Tax Abatement Disclosures*. This Statement requires governments that enter into tax abatement agreements to disclose certain information about the agreements. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the notes to the financial statements.

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 (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are classified as uncollateralized.

Note 2: CASH AND CASH EQUIVALENTS (CONT'D)

As of June 30, 2015, the School District's bank balances of \$3,214,195.54 were exposed to custodial credit risk as follows:

Insured	\$ 359,139.78
Uninsured, but collateralized with securities held by pledging financial institutions	-
Uninsured, but collateralized with securities held by the pledging bank's trust department but not in the School District's name	<u>2,855,055.76</u>
	<u>\$ 3,214,195.54</u>

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District during the 1999-2000 fiscal-year for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2014	\$ 803,447.88
Increased by:	
Interest Earnings	\$ 681.57
Deposits:	
Board Resolution (6/15/15)	<u>750,000.00</u>
	<u>750,681.57</u>
	1,554,129.45
Decreased by:	
Withdrawals	<u>(364,800.00)</u>
Ending Balance, June 30, 2015	<u>\$ 1,189,329.45</u>

The June 30, 2015 LRFP balance of local support costs of uncompleted projects is \$8,253,204.21. The withdrawals from the capital reserve were for use in a Department of Education approved facilities projects, consistent with the School District's LRFP.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2015 consisted of accounts (fees for services) and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

<u>Description</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Food Service Fund</u>	<u>Total</u>
Intergovernmental	\$ 153,120.51	\$ 96,302.00	\$ 4,213.58	\$ 253,636.09
Other	34,408.86		71.60	34,480.46
	<u>\$ 187,529.37</u>	<u>\$ 96,302.00</u>	<u>\$ 4,285.18</u>	<u>\$ 288,116.55</u>

Note 5: INVENTORY

Inventory recorded at June 30, 2015 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, consisted of the following:

Food	\$ 6,581.08
Supplies	<u>2,683.63</u>
	<u>\$ 9,264.71</u>

Note 6: CAPITAL ASSETS

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

	<u>Balance July 1, 2014</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2015</u>
Governmental Activities:				
Capital Assets, not being Depreciated:				
Construction in Progress	\$ 160,123.60	\$ 102,549.70	-	\$ 262,673.30
Capital Assets, being Depreciated:				
Furniture, Fixtures and Equipment	2,724,799.05	95,691.84		2,820,490.89
Buildings and Improvements	22,503,853.61	22,350.00		22,526,203.61
Land Improvements	129,301.00			129,301.00
Total Capital Assets, being Depreciated	<u>25,357,953.66</u>	<u>118,041.84</u>	-	<u>25,475,995.50</u>
Total Capital Assets, Cost	<u>25,518,077.26</u>	<u>220,591.54</u>	-	<u>25,738,668.80</u>
Less Accumulated Depreciation for:				
Furniture, Fixtures and Equipment	(2,339,765.23)	(96,224.68)		(2,435,989.91)
Buildings and Improvements	(9,094,289.96)	(442,315.06)		(9,536,605.02)
Land Improvements	(81,178.57)	(5,178.55)		(86,357.12)
Total Accumulated Depreciation	<u>(11,515,233.76)</u>	<u>(543,718.29)</u>	-	<u>(12,058,952.05)</u>
Total Capital Assets, being Depreciated, Net	<u>13,842,719.90</u>	<u>(425,676.45)</u>	-	<u>13,417,043.45</u>
Governmental Activities Capital Assets, Net	<u>\$ 14,002,843.50</u>	<u>\$ (323,126.75)</u>	-	<u>\$ 13,679,716.75</u>
	<u>Balance July 1, 2014</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2015</u>
Business-Type Activities:				
Capital Assets, being Depreciated:				
Furniture, Fixtures and Equipment	\$ 168,875.00	\$ 3,889.50		\$ 172,764.50
Less Accumulated Depreciation	(90,523.76)	(8,041.32)		(98,565.08)
Business-Type Activities Capital Assets, Net	<u>\$ 78,351.24</u>	<u>\$ (4,151.82)</u>	-	<u>\$ 74,199.42</u>

Depreciation expense was charged to functions / programs of the School District as follows:

Governmental Activities:	
Instruction	\$ 6,889.39
Administration	34,338.22
Transportation	32,133.28
Plant Operations and Maintenance	3,760.26
Unallocated	466,597.14
Total Depreciation Expense - Governmental Activities	<u>\$ 543,718.29</u>
Business-Type Activities:	
Food Service	<u>\$ 8,041.32</u>

Note 7: LONG-TERM LIABILITIES

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

	(Restated) Balance <u>July 1, 2014</u>	Adjustments/ <u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2015</u>	Due within <u>One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 6,530,000.00		\$ (650,000.00)	\$ 5,880,000.00	\$ 655,000.00
Unamortized Cost of Premium on Bonds	234,969.90		(21,360.90)	213,609.00	21,360.90
Other Liabilities:					
Net Pension Liability	4,404,779.00		(524,218.00)	3,880,561.00	
Obligations under Capital Lease	119,455.10		(40,532.99)	78,922.11	25,680.87
Compensated Absences	364,228.39	\$ 67,758.99	(91,057.10)	340,930.28	85,232.57
Total Other Liabilities	<u>4,888,462.49</u>	<u>67,758.99</u>	<u>(655,808.09)</u>	<u>4,300,413.39</u>	<u>110,913.44</u>
Governmental Activity Long-Term Liabilities	<u>\$11,653,432.39</u>	<u>\$ 67,758.99</u>	<u>\$ (1,327,168.99)</u>	<u>\$10,394,022.39</u>	<u>\$ 787,274.34</u>

The bonds payable are generally liquidated by the debt service fund, while obligations under capital lease and compensated absences are liquidated by the general fund.

Bonds Payable - Bonds and loans 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 School District are general obligation bonds.

On October 1, 2003, the School District issued \$5,335,000.00 of Refunding School Bonds to provide funding to advance refund the callable portion of the outstanding 1996 Bond Issue. The Refunding Bonds were issued at interest rates varying from 2.00% to 4.30%. The final maturity of these bonds was September 1, 2021, however the School District currently refunded these bonds on October 18, 2013.

On February 1, 2005, the District issued \$5,673,000.00 of School Bonds at interest rates varying from 2.5% to 4.3%. The purpose of the Bonds is to undertake the construction of various renovations and improvements to Kenneth R. Olson Middle School and Tabernacle Elementary School in order to correct various health and safety deficiencies and make necessary offsite improvements. The Bonds maturing prior to March 1, 2016 are not subject to redemption prior to their maturity date. Bonds maturing after March 1, 2016 are redeemable at the option of the Board in whole or in part on or after March 1, 2015. The final maturity of these bonds was originally February 1, 2025, however the School District issued refunding bonds on October 18, 2013. The bonds matured on February 1, 2015.

On October 18, 2013, the School District issued \$6,250,000.00 of Refunding School Bonds to provide funding to advance refund the callable portion of the outstanding 2003 and 2005 Bond Issues. The Refunding Bonds were issued at interest rates varying from 2.00% to 4.00%. The final maturity of these bonds is September 1, 2024.

Net Pension Liability – For details on the net pension liability, refer to note 9. The School District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

Note 7: LONG-TERM LIABILITIES (CONT'D)

Principal and interest due on bonds outstanding is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2016	\$ 655,000.00	\$ 174,962.50	\$ 829,962.50
2017	660,000.00	155,237.50	815,237.50
2018	685,000.00	135,062.50	820,062.50
2019	705,000.00	110,687.50	815,687.50
2020	715,000.00	85,862.50	800,862.50
2021-2025	2,460,000.00	158,268.75	2,618,268.75
	<u>\$ 5,880,000.00</u>	<u>\$ 820,081.25</u>	<u>\$ 6,700,081.25</u>

Obligations under Capital Lease – The School District is leasing four school buses totaling \$206,124.64 under capital leases. All capital leases are for terms of three to five years. Capital leases are depreciated in a manner consistent with the School District's depreciation policy for owned assets. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2015.

Fiscal Year Ending June 30,	Principal	Interest	Total
2016	\$ 25,680.87	\$ 1,909.92	\$ 27,590.79
2017	26,302.35	1,288.44	27,590.79
2018	26,938.89	651.90	27,590.79
	<u>\$ 78,922.11</u>	<u>\$ 3,850.26</u>	<u>\$ 82,772.37</u>

Compensated Absences - As previously stated, compensated absences will be paid from the fund from which the employees' salaries are paid. Refer to Note 14 for a description of the School District's policy.

Note 8: OPERATING LEASES

At June 30, 2015, the School District had operating lease agreements in effect for copy machines, mail machines, and computer equipment. The present value of the future minimum rental payments under the operating lease agreements are as follows:

Fiscal Year Ending June 30,	Amount
2016	\$ 69,858.40
2017	34,020.00
2018	33,465.00
2019	18,550.00
	<u>\$ 155,893.40</u>

Rental payments under operating leases for the fiscal year ended June 30, 2015 were \$105,696.80.

Note 9: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. This plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
 Division of Pensions and Benefits
 P.O. Box 295
 Trenton, New Jersey 08625-0295
<http://www.state.nj.us/treasury/pensions>

General Information About the Pension Plans**Plan Descriptions**

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund ("TPAF") is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. Substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified, are covered under TPAF.

Public Employees' Retirement System - The Public Employees' Retirement System ("PERS") is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955. Substantially all full-time employees of the School District, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund, are covered under PERS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program ("DCRP") is a multiple-employer defined contribution pension fund which was established on 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.), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. Individuals covered under DCRP are employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for a certain enrollment tier but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for certain enrollment tiers, but who earn salary of at least \$5,000.00 annually.

Note 9: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Benefits Provided**

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The membership tiers for PERS are the same as noted above for TPAF.

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

Note 9: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Benefits Provided (Cont'd)**

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Teachers' Pension and Annuity Fund - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 6.78% in State fiscal year 2014. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2014 and 2013, the State's pension contribution was less than the actuarial determined amount.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions*.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2015 was 4.18% of the School District's covered-employee payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2015 because of the 100.00% special funding situation with the State of New Jersey.

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 6.78% in State fiscal year 2014. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 366, P.L. 2001) increased from 8.5% of base salary to 10%. Employers' contribution amounts are based on an actuarially determined rate. The School District's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

Note 9: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

The School Districts' contractually required contribution rate for the fiscal year ended June 30, 2015 was 12.78% of the District's covered-employee payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the School District were \$170,866.00 for the fiscal year ended June 30, 2015. Employee contributions were \$95,865.43 for the fiscal year ended June 30, 2015.

Defined Contribution Retirement Program - State and local government employers contribute 3% of the employees' base salary. Active members contribute 5.5% of base salary.

For the fiscal year ended June 30, 2015, employee contributions totaled \$6,198.64, and the School District recognized pension expense of \$4,478.09. There were no forfeitures during the fiscal year.

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

Teachers' Pension and Annuity Fund - At June 30, 2015, the School District was not required to report a liability for its proportionate share of the net pension liability because of a 100% reduction for State of New Jersey pension support provided to the School District. The State's proportionate share of net pension liability, attributable to the School District is as follows:

School District's Proportionate Share of Net Pension Liability	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the School District	<u>29,985,708.00</u>
	<u>\$ 29,985,708.00</u>

Teachers' Pension and Annuity Fund - The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2014. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At June 30, 2015, the School District proportion was 0.00% due to the 100% special funding situation of the State of New Jersey. For the fiscal year ended June 30, 2015, the School District recognized \$1,613,513.00 in revenue and expense, in the Government-Wide Financial Statements, for the State of New Jersey on-behalf TPAF pension contributions.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Public Employees' Retirement System - At June 30, 2015, the School District reported a liability of \$3,880,561.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2014. The School District's proportion of the net pension liability was based on a projection of the School 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 School District's proportion was 0.0207264664%, which was a decrease of 0.0023207410% from its proportion measured as of June 30, 2013.

For the fiscal year ended June 30, 2015, the School District recognized \$139,819.00, in the Government-Wide Financial Statements, for pension expense for PERS.

At June 30, 2015, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences Between Expected and Actual Experience	\$ -	\$ -
Changes of Assumptions	122,026.00	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	231,260.00
Changes in Proportion and Differences Between School District Contributions and Proportionate Share of Contributions		374,667.00
School District Contributions Subsequent to the Measurement Date	<u>171,260.00</u>	<u>-</u>
	<u>\$ 293,286.00</u>	<u>\$ 605,927.00</u>

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Public Employees' Retirement System (Cont'd) - \$171,260.00 reported as deferred outflows of resources related to pensions will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year	<u>Ending June 30,</u>	<u>PERS</u>
2015	\$	85,980.29
2016		85,980.29
2017		85,980.29
2018		85,980.29
2019		(54,506.15)
Thereafter		<u>(23,982.71)</u>
	\$	<u>265,432.31</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2014. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>TPAF</u>	<u>PERS</u>
Inflation	2.50%	3.01%
Salary Increases:		
2012-2021	Varies Based on Experience	2.15% - 4.40% Based on Age
Thereafter	Varies Based on Experience	3.15% - 5.40% Based on Age
Investment Rate of Return	7.90%	7.90%
Mortality Rate Table	RP-2000	RP-2000
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2009 - June 30, 2012	July 1, 2008 - June 30, 2011

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

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Actuarial Assumptions (Cont'd)**

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

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 Pension and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of returns for each major asset class included in TPAF's and PERS's target asset allocation as of June 30, 2014 are summarized in the following table:

<u>Asset Class</u>	<u>TPAF</u>		<u>PERS</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.50%	6.00%	0.80%
Core Fixed Income	-	2.19%	-	-
Core Bonds	1.00%	1.38%	1.00%	2.49%
Short-Term Bonds	-	1.00%	-	-
Intermediate-Term Bonds	11.20%	2.60%	11.20%	2.26%
Long-Term Bonds	-	3.23%	-	-
Mortgages	2.50%	2.84%	2.50%	2.17%
High Yield Bonds	5.50%	4.15%	5.50%	4.82%
Non-US Fixed Income	-	1.41%	-	-
Inflation-Indexed Bonds	2.50%	1.30%	2.50%	3.51%
Broad US Equities	25.90%	5.88%	25.90%	8.22%
Large Cap US Equities	-	5.62%	-	-
Mid Cap US Equities	-	6.39%	-	-
Small Cap US Equities	-	7.39%	-	-
Developed Foreign Equities	12.70%	6.05%	12.70%	8.12%
Emerging Market Equities	6.50%	8.90%	6.50%	9.91%
Private Equity	8.25%	9.15%	8.25%	13.02%
Hedge Funds / Absolute Return	12.25%	3.85%	12.25%	4.92%
Real Estate (Property)	3.20%	4.43%	3.20%	5.80%
Real Estate (REITS)	-	5.58%	-	-
Commodities	2.50%	3.60%	2.50%	5.35%
Long Credit Bonds	-	3.74%	-	-
	<u>100.00%</u>		<u>100.00%</u>	

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Discount Rate**

The discount rate used to measure the total pension liability was 4.68% and 4.95% for TPAF as of June 30, 2014 and 2013, respectively, and 5.39% and 5.55% for PERS as of June 30, 2014 and 2013, respectively. For TPAF and PERS, these single blended discount rates were 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 rates for TPAF and PERS 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 for TPAF and 2033 for PERS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2027 for TPAF and 2033 for PERS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of School District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**Teachers' Pension and Annuity Fund (TPAF)**

As indicated above, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the net pension liability as of June 30, 2014 attributable to the School District is \$0 and the State's net pension liability attributable to the School District, using a discount rate of 4.68%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	TPAF		
	1% Decrease (3.68%)	Current Discount Rate (4.68%)	1% Increase (5.68%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State's Proportionate Share of the School District's Net Pension Liability	36,064,930.03	29,985,708.00	24,929,385.55
	<u>\$ 36,064,930.03</u>	<u>\$ 29,985,708.00</u>	<u>\$ 24,929,385.55</u>

Note 9: PENSION PLANS (CONT'D)**Sensitivity of School District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)****Public Employees' Retirement System (PERS)**

The following presents the School District's proportionate share of the net pension liability at June 30, 2014 calculated using a discount rate of 5.39% for PERS, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<u>PERS</u>		
	1% Decrease <u>(4.39%)</u>	Current Discount Rate <u>(5.39%)</u>	1% Increase <u>(6.39%)</u>
School District's Proportionate Share of the Net Pension Liability	<u>\$ 4,881,878.35</u>	<u>\$ 3,880,561.38</u>	<u>\$ 3,037,637.31</u>

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued New Jersey Division of Pension and Benefits financial report. Information on where to obtain the report is indicated at the beginning of this note.

Note 10: STATE POST-RETIREMENT MEDICAL BENEFITS

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

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

Note 11: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2015, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the Fund Financial Statements. The amounts recognized as revenues and expenditures for normal costs and post-retirement medical costs were \$285,452.00 and \$453,154.00, respectively.

Note 12: RISK MANAGEMENT

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

New Jersey Unemployment Compensation Insurance - The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State.

The following is a summary of the activity of the School District's private-purpose trust fund for the unemployment claims for the current and previous two fiscal years:

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Employee</u> <u>Contributions</u>	<u>Interest</u> <u>Income</u>	<u>Claims</u> <u>Incurred</u>	<u>Ending</u> <u>Balance</u>
2015	\$ 12,418.87		\$ 27,000.09	\$ 65,573.44
2014	13,144.80	\$ 434.36	62,925.80	80,154.66
2013	10,520.60	998.43	24,758.94	129,501.30

Joint Insurance Pool - The School District is a member of the Burlington County Insurance Pool Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
 Liability other than Motor Vehicles
 Property Damage other than Motor Vehicles
 Motor Vehicles
 Boiler and Machinery
 Crime

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The School District's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$50,000.00 to \$200,000.00 based on the line of coverage for each insured event.

The Fund publishes its own financial report for the fiscal year ended June 30, 2015, which can be obtained from:

Burlington County Municipal Joint Insurance Fund
 P.O. Box 449
 Marlton, New Jersey 08053

Note 13: DEFERRED COMPENSATION

The School District offers its employees a choice of five deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. 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:

AXA Equitable
ING Life Insurance & Annuity
Lincoln Investment Planning
MetLife
Vanguard

Note 14: COMPENSATED ABSENCES

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

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days which may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2015, the liability for compensated absences reported on the government-wide statement of net position was \$340,930.28.

Note 15: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2015 is as follows:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General	\$ 97,973.00	
Special Revenue		\$ 96,302.00
Fiduciary	4,470.79	6,141.79
	<u>\$ 102,443.79</u>	<u>\$ 102,443.79</u>

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During the fiscal year 2016, the School District expects to liquidate such interfunds, depending upon the availability of cash flow.

Interfund Transfers:

	<u>Transfer In:</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>
<u>Transfer Out:</u>		
General Fund		\$ 96,302.00
Special Revenue Fund	\$ (96,302.00)	
Total Transfers	<u>\$ (96,302.00)</u>	<u>\$ 96,302.00</u>

The principal purposes of interfund transfers made during the fiscal year were for the liquidation of prior year receivables and payables and for payments made on behalf of other funds.

The \$12,212.00 transfer from the capital projects fund to the debt service fund was for the purpose of funding debt service payments.

Note 16: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amount, if any, to be immaterial.

Litigation - The School District is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 17: CONCENTRATIONS

The School District depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Jersey. As a result of this dependency, the School District is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

Note 18: COMMITMENTS

The School District had multiple construction projects ongoing as of the fiscal year ended June 30, 2015 that are to continue into the subsequent fiscal year(s). These projects, which are related to the capital projects fund, are as follows:

<u>Contract</u>	<u>Commitment Date</u>	<u>Amount Outstanding</u>
Olson Middle School Security	03/16/15	\$ 211,082.37
Tabernacle Elementary School Security	03/16/15	<u>168,743.05</u>
		<u>\$ 379,825.42</u>

Note 19: DEFICIT FUND BALANCES

The School District has a deficit fund balance of \$199,389.00 in the general 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, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the general and special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$199,389.00 is less than the June state aid payments.

Note 20: FUND BALANCES**RESTRICTED**

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund

For Excess Surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2015 is \$467,400.19. Additionally, \$592,718.13 of excess fund balance generated during 2013-2014 has been restricted and designated for utilization in the 2015-2016 budget.

Note 20: FUND BALANCES (CONT'D)

For Capital Reserve Account - As of June 30, 2015, the balance in the capital reserve account is \$1,189,329.45. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

For Maintenance Reserve Account - As of June 30, 2015, the balance in the maintenance reserve account is \$405,233.07. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

For Emergency Reserve - As of June 30, 2015, the balance in the emergency reserve is \$101,212.33. These funds are restricted for the purpose of financing unanticipated general fund expenditures required for a thorough and efficient education in accordance with N.J.S.A. 18A:7F-41c(1). The balance of the reserve is not permitted to exceed \$250,000.00, or one percent (1%) of the School District's general fund budget up to a maximum of \$1,000,000.00, whichever is greater. Deposits may be made to the emergency reserve account at budget time, or by board resolution at year end of any unanticipated revenue or unexpended line item appropriation, or both. Withdrawals from the emergency reserve require approval by the Commissioner.

Capital Projects Fund - On February 1, 2005, the School District authorized \$9,743,980.00 of capital projects. These projects consisted of rehabilitation and upgrades to the Tabernacle Elementary School and the Kenneth R. Olson Middle School. These projects were funded by the issuance \$5,673,000.00 of bonds, State of New Jersey SCC Grants of \$3,087,190.00, and Local Contributions of \$983,790.00. Additionally, two projects were authorized by resolutions adopted by the board for security improvements to Olson Middle School and Tabernacle Elementary School. These Projects were funded by State of New Jersey SDA Grants of \$243,200.00 and Local Contributions of \$364,800.00. As of June 30, 2015, the restricted fund balance amount was \$301,115.48.

Debt Service Fund - As of June 30, 2015, \$0.50 of debt service fund balance is restricted for future debt service expenditures.

ASSIGNED

As stated in note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund

For Subsequent Year's Expenditures - The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2016 \$143,781.87 of general fund balance at June 30, 2015.

UNASSIGNED

As stated in note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund - As of June 30, 2015, the general fund balance deficit of \$199,389.00 was unassigned.

Note 21: RESTATEMENT OF NET POSITION

As indicated in note 1 to the financial statements, the School District adopted GASB Statement 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, for the fiscal year ended June 30, 2015. As a result of implementing these two Statements, a restatement of unrestricted net position on the government-wide statement of activities was required to record the School District's proportionate share of its net pension liability. The cumulative effect on the financial statements as reported for June 30, 2014 is as follows:

	Net Position As Previously Reported June 30, 2014	GASB 68 Implementation			Net Position As Restated June 30, 2014
		Net Pension Liability (1)	Deferred Outflows (2)	Accounts Payable (3)	
Governmental Activities:					
Net Investment in Capital Assets	\$ 7,495,270.98	\$ -	\$ -	\$ -	\$ 7,495,270.98
Reserve for:					
Debt Service	(26,974.83)				(26,974.83)
Capital Projects	905,831.86				905,831.86
Other Purposes	1,743,774.43				1,743,774.43
Unrestricted (Deficit)	<u>(500,490.75)</u>	<u>(4,404,779.00)</u>	<u>170,866.00</u>	<u>(170,866.00)</u>	<u>(4,905,269.75)</u>
Total Net Position	<u>\$ 9,617,411.69</u>	<u>\$ (4,404,779.00)</u>	<u>\$ 170,866.00</u>	<u>\$ (170,866.00)</u>	<u>\$ 5,212,632.69</u>

- (1) Represents the District's proportionate share of the Public Employees' Retirement System (PERS) June 30, 2013 Net Pension Liability.
- (2) Represents the District's beginning deferred outflow of resources for contributions subsequent to the measurement date, paid on April 1, 2015.
- (3) Represents the District's accounts payable for contributions subsequent to the measurement date, paid on April 1, 2015. The State of New Jersey Division of Pension and Benefits has an accounts receivable recorded in the PERS Plan Audit.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES

TABERNAACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 6,778,362.00	\$	\$ 6,778,362.00	\$ 6,778,362.00	
Tuition from Individuals	12,500.00		12,500.00	20,250.00	7,750.00
Tuition from Other LEA's within the State	47,969.00		47,969.00	206,516.28	158,547.28
Interest Earned on Capital Reserve Funds	9.00	9.00	9.00	681.57	672.57
Interest Earned on Emergency Reserve Funds				157.02	157.02
Interest Earned on Maintenance Reserve Funds				233.07	233.07
Unrestricted Miscellaneous Revenues	60,001.00		60,001.00	84,106.79	24,105.79
Total - Local Sources	6,898,841.00	-	6,898,841.00	7,090,306.73	191,465.73
State Sources:					
Equalization Aid	3,405,745.00		3,405,745.00	3,405,745.00	
Categorical Special Education Aid	465,120.00		465,120.00	465,120.00	
Categorical Security Aid	66,283.00		66,283.00	66,283.00	
Adjustment Aid	1,177,271.00		1,177,271.00	1,177,271.00	
Categorical Transportation Aid	337,115.00		337,115.00	337,115.00	
PARCC Readiness Aid	7,330.00		7,330.00	7,330.00	
Per Pupil Growth Aid	7,330.00		7,330.00	7,330.00	
Non-Public Transportation Aid				3,250.00	3,250.00
Extraordinary Aid	40,483.00		40,483.00	129,554.00	89,071.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				409,134.46	409,134.46
On-behalf TPAF Medical Contributions (non-budgeted)				453,154.00	453,154.00
On-behalf TPAF Pension Contributions (non-budgeted)				285,452.00	285,452.00
Total - State Sources	5,506,677.00	-	5,506,677.00	6,746,738.46	1,240,061.46
Total Revenues	12,405,518.00	-	12,405,518.00	13,837,045.19	1,431,527.19

TABERNAACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES:					
GENERAL CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Preschool/Kindergarten	\$ 348,321.00	(34,332.00)	\$ 313,989.00	\$ 310,575.35	\$ 3,413.65
Grades 1 - 5	1,773,618.00	(27,113.00)	1,746,505.00	1,734,921.62	11,583.38
Grades 6 - 8	1,225,158.00	(2,100.00)	1,223,058.00	1,165,201.87	57,856.13
Regular Programs - Home Instruction:					
Salaries of Teachers	6,000.00	5,045.00	11,045.00	11,024.51	20.49
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	48,819.00	(1,500.00)	47,319.00	21,884.95	25,434.05
Purchased Professional/Educational Services	33,075.00	200.00	33,275.00	18,993.30	14,281.70
Other Purchased Services	228,547.00		228,547.00	195,667.23	32,879.77
General Supplies	295,170.00	(200.00)	294,970.00	238,295.92	56,674.08
Textbooks	29,000.00		29,000.00	25,004.13	3,995.87
Other Objects	220.00		220.00	25.00	195.00
Total Regular Programs	3,987,928.00	(60,000.00)	3,927,928.00	3,721,593.88	206,334.12
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	96,153.00		96,153.00	93,717.00	2,436.00
Other Salaries for Instruction	43,670.00		43,670.00	42,170.00	1,500.00
General Supplies	3,000.00	(1,100.00)	1,900.00	1,899.36	0.64
Total - Learning and/or Language Disabilities	142,823.00	(1,100.00)	141,723.00	137,786.36	3,936.64
Multiple Disabilities:					
Salaries of Teachers	58,792.00	5,690.00	64,482.00	64,043.80	438.20
Other Salaries for Instruction	23,020.00	4,535.00	27,555.00	25,733.18	1,821.82
General Supplies	3,000.00	(200.00)	2,800.00	2,733.77	66.23
Total - Multiple Disabilities	84,812.00	10,025.00	94,837.00	92,510.75	2,326.25
Resource Room/Center:					
Salaries of Teachers	600,295.00	(13,680.00)	586,615.00	574,342.45	12,272.55
Other Salaries for Instruction	30,391.00	4,855.00	35,246.00	28,865.12	6,380.88
General Supplies	6,300.00	1,300.00	7,600.00	7,521.65	78.35
Total - Resource Room/Center	636,986.00	(7,525.00)	629,461.00	610,729.22	18,731.78
Preschool Disabilities - Part-Time:					
Salaries of Teachers	81,142.00	1,553.00	82,695.00	82,455.80	239.20
Other Salaries for Instruction	83,246.00	(8,353.00)	74,893.00	41,617.61	33,275.39
General Supplies	2,000.00	(235.00)	1,765.00	1,764.35	0.65
Total - Preschool Disabilities - Part-Time	166,388.00	(7,035.00)	159,353.00	125,837.76	33,515.24
Total - Special Education	1,031,009.00	(5,635.00)	1,025,374.00	966,864.09	58,509.91

(Continued)

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Basic Skills/Remedial:					
Salaries of Teachers	\$ 293,303.00		\$ 293,303.00	\$ 266,875.00	\$ 26,428.00
General Supplies	7,500.00		7,500.00	4,845.95	2,654.05
Total - Basic Skills/Remedial	300,803.00	-	300,803.00	271,720.95	29,082.05
Bilingual Education:					
General Supplies	250.00	-	250.00	209.00	41.00
School Sponsored Cocurricular Activities - Instruction:					
Salaries	55,204.00	\$ (1,300.00)	53,904.00	24,473.89	29,430.11
Purchased Services (300-500 series)	2,200.00	(200.00)	2,000.00		2,000.00
Supplies and Materials	1,000.00	1,300.00	2,300.00	2,220.71	79.29
Other Objects	500.00	100.00	600.00	575.00	25.00
Total - School Sponsored Cocurricular Activities - Instruction	58,904.00	(100.00)	58,804.00	27,269.60	31,534.40
School- Sponsored Athletics - Instruction:					
Salaries	40,000.00	(1,500.00)	38,500.00	34,190.16	4,309.84
Purchased Services (300-500 series)	5,000.00	(100.00)	4,900.00	4,611.00	289.00
Supplies and Materials	1,500.00	1,700.00	3,200.00	2,882.95	317.05
Other Objects	500.00		500.00	300.00	200.00
Total - School Sponsored Athletics - Instruction	47,000.00	100.00	47,100.00	41,984.11	5,115.89
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs within State-Regular	100,000.00	(99,457.00)	543.00	542.75	0.25
Tuition to CSSD & Reg. Day Schools		159,457.00	159,457.00	127,369.66	32,087.34
Tuition to Private School for the Disabled within State					
Total Undistributed Expenditures - Instruction	100,000.00	60,000.00	160,000.00	127,912.41	32,087.59
Total - Instruction	5,525,894.00	(5,635.00)	5,520,259.00	5,157,554.04	362,704.96

TABERNAACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures:					
Attendance and Social Work:					
Salaries	\$ 39,900.00	-	\$ 39,900.00	\$ 37,337.16	\$ 2,562.84
Health Services:					
Salaries	150,855.00	\$ 3,400.00	154,255.00	151,580.14	2,674.86
Purchased Professional and Technical Services	6,500.00	900.00	7,400.00	6,583.50	816.50
Other Purchased Services	1,000.00		1,000.00	475.00	525.00
Supplies and Materials	13,000.00	(4,300.00)	8,700.00	8,602.95	97.05
Total Health Services	171,355.00	-	171,355.00	167,241.59	4,113.41
Speech, OT, PT & Related Services:					
Salaries	150,229.00		150,229.00	147,518.80	2,710.20
Purchased Professional - Educational Services	1,000.00	12,000.00	13,000.00	12,751.92	248.08
Supplies and Materials	3,000.00	1,024.00	4,024.00	3,301.53	722.47
Total Speech, OT, PT & Related Services	154,229.00	13,024.00	167,253.00	163,572.25	3,680.75
Other Support Services-Students-Related Services:					
Salaries	145,966.00	5,400.00	151,366.00	149,947.70	1,418.30
Purchased Professional - Educational Services	35,000.00		35,000.00	27,800.00	7,200.00
Total - Other Support Services-Students-Related Services	180,966.00	5,400.00	186,366.00	177,747.70	8,618.30
Guidance:					
Salaries of Other Professional Staff	154,289.00	8,891.00	163,180.00	155,955.98	7,224.02
Supplies and Materials	8,700.00	(609.00)	8,091.00	5,005.65	3,085.35
Total Other Support Services - Students - Regular	162,989.00	8,282.00	171,271.00	160,961.63	10,309.37
Child Study Teams:					
Salaries of Other Professional Staff	236,906.00	(8,891.00)	228,015.00	227,321.90	693.10
Salaries of Secretarial and Clerical Assistants	45,107.00		45,107.00	44,306.88	800.12
Purchased Professional - Educational Services	35,000.00	(12,000.00)	23,000.00	20,762.19	2,237.81
Other Purchased Services (400-500 series)	3,000.00		3,000.00	2,319.43	680.57
Supplies and Materials	3,500.00	(180.00)	3,320.00	2,817.53	502.47
Other Objects	2,600.00		2,600.00	2,458.04	141.96
Total Other Support Services - Students - Regular	326,113.00	(21,071.00)	305,042.00	299,985.97	5,056.03

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures (Cont'd):					
Improvement of Instruction Services/Other Support Services - Instructional Staff:					
Salaries of Secretary and Clerical Assistants	\$ 44,452.00		\$ 44,452.00	\$ 44,451.84	\$ 0.16
Other Salaries	105,000.00		105,000.00	94,999.92	10,000.08
Purchased Professional - Educational Services	70,000.00		70,000.00	32,291.00	37,709.00
Other Purchased Professional and Technical Services	500.00	500.00	1,000.00	300.00	700.00
Supplies and Materials	15,500.00	(500.00)	15,000.00	12,311.25	2,688.75
Other Objects	2,700.00		2,700.00	2,508.00	192.00
Total Improvement of Instruction Services/Other: Support Services - Instructional Staff	238,152.00	-	238,152.00	186,862.01	51,289.99
Educational Media Services/School Library:					
Salaries	237,286.00	7,000.00	244,286.00	227,982.70	16,303.30
Salaries of Technology Coordinators	70,144.00	(50,800.00)	19,344.00	17,163.56	2,180.44
Purchased Professional and Technical Services	6,500.00	43,800.00	43,800.00	21,420.00	22,380.00
Other Purchased Services	26,500.00		26,500.00	4,623.90	1,876.10
Supplies and Materials				21,749.20	4,750.80
Total Educational Media Services/School Library	340,430.00	-	340,430.00	292,939.36	47,490.64
Instructional Staff Training Services:					
Purchased Professional - Educational Services	7,532.00		7,532.00	7,000.00	532.00
Support Services General Administration:					
Salaries	199,751.00	(3,840.00)	195,911.00	192,927.50	2,983.50
Legal Services	15,000.00	14,000.00	29,000.00	28,908.79	91.21
Audit Fees	18,350.00	10.00	18,360.00	18,360.00	
Architectural / Engineering Services	16,800.00		16,800.00	16,236.31	563.69
Other Purchased Professional Services	15,600.00		15,600.00	14,866.67	733.33
Communications/Telephone/Postage	50,000.00	(600.00)	49,400.00	48,470.28	929.72
BOE Other Purchased Services	2,400.00		2,400.00	1,414.00	986.00
Miscellaneous Purchased Services	12,500.00	600.00	13,100.00	12,155.53	944.47
General Supplies	3,500.00	(1,170.00)	2,330.00	1,881.97	448.03
BOE In-House Training/Meeting Supplies	200.00		200.00	30.00	170.00
Miscellaneous Expenditures	3,300.00		3,300.00	3,268.17	31.83
BOE Membership Dues and Fees	9,000.00	(1,000.00)	8,000.00	7,588.52	411.48
Total Support Services General Administration	346,401.00	8,000.00	354,401.00	346,107.74	8,293.26

TABERNAACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures (Cont'd):					
Support Services School Administration:					
Salaries of Principals/Assistant Principals/Program Directors	\$ 230,838.00		\$ 230,838.00	\$ 229,237.68	\$ 1,600.32
Salaries of Other Professionals Staff	46,260.00		46,260.00	46,233.60	26.40
Salaries of Secretarial and Clerical Assistants	133,095.00	\$ (8,000.00)	125,095.00	124,868.60	226.40
Other Purchased Services	1,200.00		1,200.00	458.00	742.00
Supplies and Materials	8,000.00		8,000.00	4,856.88	3,143.12
Other Objects	3,500.00		3,500.00	1,640.00	1,860.00
Total Support Services School Administration	422,893.00	(8,000.00)	414,893.00	407,294.76	7,598.24
Central Services:					
Salaries	214,206.00	430.00	214,636.00	212,311.52	2,324.48
Purchased Technical Services	33,000.00		33,000.00	30,632.73	2,367.27
Miscellaneous Purchased Services	700.00		700.00	549.31	150.69
Supplies and Materials	4,500.00	(430.00)	4,070.00	1,131.24	2,938.76
Miscellaneous Expenditures	1,125.00		1,125.00	1,115.00	10.00
Total Central Services	253,531.00	-	253,531.00	245,739.80	7,791.20
Administration of Information Technology:					
Other Purchased Services	1,200.00		1,200.00	584.00	616.00
Supplies and Materials	1,500.00		1,500.00	950.63	549.37
Total Administration of Information Technology	2,700.00	-	2,700.00	1,534.63	1,165.37
Required Maintenance for School Facilities:					
Salaries	183,544.00	25,842.00	209,386.00	204,327.10	5,058.90
Cleaning, Repair & Maintenance Services	83,800.00		83,800.00	66,718.07	17,081.93
General Supplies	40,750.00	(5,500.00)	35,250.00	33,038.10	2,211.90
Total - Required Maintenance for School Facilities	308,094.00	20,342.00	328,436.00	304,083.27	24,352.73
Custodial Services:					
Salaries	431,471.00	(18,092.00)	413,379.00	348,612.46	64,766.54
Purchased Professional and Technical Services	10,750.00	7,000.00	17,750.00	16,465.45	1,284.55
Cleaning, Repair, and Maintenance Services	37,000.00	(5,000.00)	32,000.00	18,390.00	13,610.00
Other Purchased Property Services	4,900.00		4,900.00	1,818.97	3,081.03
Insurance	68,000.00		68,000.00	61,778.00	6,222.00
Miscellaneous Purchased Services	3,000.00		3,000.00	428.00	2,572.00
General Supplies	76,000.00	(4,250.00)	71,750.00	60,208.27	11,541.73
Energy (Electricity)	165,000.00		165,000.00	110,158.60	54,841.40
Energy (Natural Gas)	260,600.00		260,600.00	212,724.53	47,875.47
Total - Other Operation and Maintenance of Plant Services	1,056,721.00	(20,342.00)	1,036,379.00	830,584.28	205,794.72

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures (Cont'd):					
Security:					
Salaries	\$ 20,000.00	-	\$ 20,000.00	\$ 18,123.83	\$ 1,876.17
Total - Operation and Maintenance of Plant Services	<u>1,384,815.00</u>	<u>-</u>	<u>1,384,815.00</u>	<u>1,152,791.38</u>	<u>232,023.62</u>
Student Transportation Services:					
Salaries of Non- Instructional Aides	25,735.00		25,735.00	25,673.28	61.72
Salaries for Pupil Transportation (Between Home & School) - Regular	287,525.00	\$ (2,000.00)	285,525.00	244,408.80	41,116.20
Salaries for Pupil Transportation (Between Home & School) - Special	17,000.00		17,000.00	2,190.00	14,810.00
Salaries for Pupil Transportation (Other than Between Home & School)	5,000.00		5,000.00	2,629.67	4,370.33
Management Fee - ESC & CTSA Programs	1,000.00		1,000.00	176.80	823.20
Other Purchased Professional and Technical Services	3,300.00		3,300.00	3,207.10	92.90
Cleaning, Repair, and Maintenance Services	38,000.00		38,000.00	20,621.44	17,378.56
Lease Purchase Payments - School Bused	43,654.00		43,654.00	43,644.79	9.21
All for Non-Public	9,724.00	(500.00)	9,224.00	3,536.00	5,688.00
Contr. Sev (Oth. Than Bet home & Sch)		500.00	500.00	440.00	60.00
Contract Services (Special Ed)	10,000.00		10,000.00	8,001.03	1,998.97
Contracted Services (Regular Students) - ESC's and CTSA's	30,000.00		30,000.00	28,559.83	1,440.17
Miscellaneous Purchased Services - Transportation	1,500.00		1,500.00	700.00	800.00
General Supplies	1,000.00		1,000.00	89.09	910.91
Transportation Supplies	143,000.00		143,000.00	83,324.11	59,675.89
Other Objects	1,950.00		1,950.00	1,283.00	667.00
Total Student Transportation Services	<u>618,388.00</u>	<u>-</u>	<u>618,388.00</u>	<u>488,484.94</u>	<u>149,903.06</u>
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	194,000.00		194,000.00	166,700.27	27,299.73
Other Retirement Contributions - PERS	200,000.00		200,000.00	170,866.00	29,134.00
Workmen's Compensation	87,500.00		87,500.00	84,212.00	3,288.00
Health Benefits	2,202,696.00		2,202,696.00	1,991,918.26	210,777.74
Tuition Reimbursement	59,500.00		59,500.00	25,827.32	33,672.68
Other Employee Benefits	235,950.00		235,950.00	192,349.24	43,600.76
Total unallocated Benefits - Employee Benefits	<u>2,979,646.00</u>	<u>-</u>	<u>2,979,646.00</u>	<u>2,631,873.09</u>	<u>347,772.91</u>
TPAF Contributions:					
Reimbursed TPAF Social Security Contributions				409,134.46	(409,134.46)
On-behalf TPAF Medical Contributions				453,154.00	(453,154.00)
On-behalf TPAF Pension Contributions				285,452.00	(285,452.00)
Total TPAF Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,147,740.46</u>	<u>(1,147,740.46)</u>
Total Undistributed Expenses	<u>7,730,040.00</u>	<u>65,635.00</u>	<u>7,795,675.00</u>	<u>8,023,126.88</u>	<u>(227,451.88)</u>
Total Expenditures - Current Expense	<u>13,155,934.00</u>	<u>-</u>	<u>13,155,934.00</u>	<u>13,052,768.51</u>	<u>103,165.49</u>

(Continued)

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 General Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONTD):					
CAPITAL OUTLAY:					
Interest Deposit to Capital Reserve	9.00	-	9.00	-	9.00
Equipment:					
Grades 6-8	3,490.00		3,490.00	2,678.00	812.00
Undistributed Expenditures - Required Maintenance of School Facilities	10,000.00	\$ 20,150.00	30,150.00	28,290.00	1,860.00
Undistributed Expenditures - Student Trans. - Non-Inst. Equip	3,000.00		3,000.00	3,000.00	3,000.00
Undistributed Expenditures - Non-Inst. Serv.	46,500.00	(20,150.00)	26,350.00	17,043.91	9,306.09
Total - Equipment	62,990.00	-	62,990.00	48,011.91	14,978.09
Facilities Acquisition and Construction Services:					
Construction Services	37,510.00	-	37,510.00	37,507.04	2.96
Assessment for Debt Service on SDA Funding	49,076.00	-	49,076.00	49,076.00	-
Total Capital Outlay	149,585.00	-	149,585.00	134,594.95	14,990.05
Total Expenditures	13,305,519.00	-	13,305,519.00	13,187,363.46	118,155.54
Calculation of Deficiency of Revenues Under Expenditures:					
Excess (Deficiency) of Revenues Over (Under) Expenditures	(900,001.00)	-	(900,001.00)	649,681.73	(1,549,682.73)
Other Financing Sources (Uses):					
Capital Reserve - Transfer to Capital Projects	-	-	-	(364,800.00)	(364,800.00)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(900,001.00)	-	(900,001.00)	284,881.73	1,184,882.73
Fund Balances, July 1	2,957,114.31	-	2,957,114.31	2,957,114.31	-
Fund Balances, June 30	2,057,113.31	-	2,057,113.31	\$ 3,241,996.04	\$ 1,184,882.73
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus			\$	467,400.19	
Excess Surplus -- Designated for Subsequent Year's Expenditures				592,718.13	
Emergency Reserve				101,212.33	
Capital Reserve				1,189,329.45	
Maintenance Reserve				405,233.07	
Assigned Fund Balance:				143,781.87	
Designated for Subsequent Year's Expenditures				342,321.00	
Unassigned Fund Balance				3,241,996.04	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment Not Recognized on GAAP Basis				(541,710.00)	
Fund Balance per Governmental Funds (GAAP)				\$ 2,700,286.04	

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 Special Revenue Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Federal Sources:					
Title I	\$ 40,939.00	\$ 7,327.00	\$ 48,266.00	\$ 48,266.00	
Title II Part A	21,772.00	3,803.00	25,575.00	25,575.00	
I.D.E.A., Part B, Basic	158,984.00	23,133.00	182,117.00	182,117.00	
I.D.E.A., Part B, Preschool	7,843.00	7,843.00	7,843.00	7,843.00	
Total - Federal Sources	<u>\$ 221,695.00</u>	<u>\$ 42,106.00</u>	<u>\$ 263,801.00</u>	<u>\$ 263,801.00</u>	<u>-</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 47,561.04	\$ 8,438.96	\$ 56,000.00	\$ 56,000.00	
Other Salaries for Instruction	71,458.43	14,779.17	86,237.60	86,237.60	
Purchased Professional - Educational Services	56,699.87	8,868.53	65,568.40	65,568.40	
Other Purchased Services	10,092.49	1,468.51	11,561.00	11,561.00	
General Supplies	2,464.86	441.14	2,906.00	2,906.00	
Total Instruction	<u>188,276.69</u>	<u>33,996.31</u>	<u>222,273.00</u>	<u>222,273.00</u>	<u>-</u>
Support Services:					
Personal Services - Employee Benefits	29,825.41	5,117.59	34,943.00	34,943.00	
Purchased Professional - Educational Services	3,273.66	2,460.00	2,460.00	2,460.00	
Purchased Property Services	319.24	476.34	3,750.00	3,750.00	
Other Purchased Services	-	55.76	375.00	375.00	
Total Support Services	<u>33,418.31</u>	<u>8,109.69</u>	<u>41,528.00</u>	<u>41,528.00</u>	<u>-</u>
Total Expenditures	<u>\$ 221,695.00</u>	<u>\$ 42,106.00</u>	<u>\$ 263,801.00</u>	<u>\$ 263,801.00</u>	<u>-</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budget-to-GAAP Reconciliation
 For the Fiscal Year Ended June 30, 2015

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources / Inflows of Resources:		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	\$ 13,837,045.19	\$ 263,801.00
Differences - Budget to GAAP:		
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) received July 2014.	543,764.00	
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) received July 2015.	<u>(541,710.00)</u>	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 13,839,099.19</u>	<u>\$ 263,801.00</u>
 Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	<u>\$ 13,187,363.46</u>	<u>\$ 263,801.00</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 13,187,363.46</u>	<u>\$ 263,801.00</u>

REQUIRED SUPPLEMENTARY INFORMATION
PART III

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS)
 Last Two Fiscal Years

	<u>Measurement Date Ending June 30,</u>	
	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.0207264664%	0.0230472074%
School District's Proportionate Share of the Net Pension Liability	\$ 3,880,561.00	\$ 4,404,779.00
School District's Covered-Employee Payroll	\$ 1,387,013.00	\$ 1,363,651.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	279.78%	323.01%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.08%	48.72%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Contributions
 Public Employees' Retirement System (PERS)
 Last Two Fiscal Years

	<u>Fiscal Year Ended June 30,</u>	
	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 171,260.00	\$ 170,866.00
Contributions in Relation to the Contractually Required Contribution	<u>(171,260.00)</u>	<u>(170,866.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>
School District's Covered-Employee Payroll	\$ 1,340,477.00	\$ 1,387,013.00
Contributions as a Percentage of School District's Covered-Employee Payroll	12.78%	12.32%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Teachers' Pension and Annuity Fund (TPAF)
 Last Two Fiscal Years

	<u>Measurement Date Ending June 30,</u>	
	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.00%	0.00%
State's Proportion of the Net Pension Liability Associated with the School District	<u>100.00%</u>	<u>100.00%</u>
	<u>100.00%</u>	<u>100.00%</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -
State's Proportionate Share of the School District's Net Pension Liability	<u>29,985,708.00</u>	<u>28,836,785.00</u>
	<u>\$ 29,985,708.00</u>	<u>\$ 28,836,785.00</u>
School District's Covered-Employee Payroll	\$ 5,539,754.00	\$ 5,337,682.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	541.28%	540.25%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	33.64%	33.76%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the School District's Contributions
Teachers' Pension and Annuity Fund (TPAF)
Last 10 Fiscal Years

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Notes to Required Supplementary Information - Part III
For the Fiscal Year Ended June 30, 2015

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None

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

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None

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

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Special Revenue Fund
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2015

	N.C.L.B.		I.D.E.A. Part B	
	Title I	Title II A	Basic	Preschool
<u>Total</u>	<u>Title I</u>	<u>Title II A</u>	<u>Basic</u>	<u>Preschool</u>
REVENUES:				
Federal Sources	\$ 48,266.00	\$ 25,575.00	\$ 182,117.00	\$ 7,843.00
	<u>\$ 263,801.00</u>	<u>\$ 48,266.00</u>	<u>\$ 25,575.00</u>	<u>\$ 182,117.00</u>
EXPENDITURES:				
Instruction:				
Salaries of Teachers	\$ 56,000.00	\$ 36,000.00	\$ 20,000.00	
Other Salaries for Instruction	86,237.60		81,237.60	5,000.00
Purchased Professional - Educational Services	65,568.40		65,568.40	
Other Purchased Services	11,561.00		11,561.00	
General Supplies	2,906.00			
Total Instruction	<u>222,273.00</u>	<u>38,906.00</u>	<u>20,000.00</u>	<u>5,000.00</u>
Support Services:				
Personal Services - Employee Benefits	34,943.00			383.00
Purchased Professional - Educational Services	2,460.00	5,200.00	20,000.00	2,460.00
Purchased Property Services	3,750.00		3,750.00	
Other Purchased Services	375.00	375.00		
Total Support Services	<u>41,528.00</u>	<u>9,360.00</u>	<u>23,750.00</u>	<u>2,843.00</u>
Total Expenditures	<u>\$ 263,801.00</u>	<u>\$ 48,266.00</u>	<u>\$ 25,575.00</u>	<u>\$ 7,843.00</u>

CAPITAL PROJECTS FUND

TABERNACLE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Summary Schedule of Project Expenditures
 For the Fiscal Year Ended June 30, 2015

Project Title / Issue	Original Date	Appropriations	Expenditures to Date		Cancellations	Unexpended Balance June 30, 2015
			Prior Years	Current Year		
Rehabilitation and Upgrade of Kenneth R. Olsen Middle School	2/1/2005	\$ 7,574,569.38	\$ 7,472,185.40	\$ 51,306.80	\$ 12,212.00	\$ 38,865.18
Olson Middle School Security	2/24/2014	334,000.00		48,297.63		285,702.37
Tabernacle Elementary School Security	2/24/2014	274,000.00		54,252.07		219,747.93
Total		\$ 8,182,569.38	\$ 7,472,185.40	\$ 153,856.50	\$ 12,212.00	\$ 544,315.48
Cancelled to Debt Service Fund					<u>\$ 12,212.00</u>	
Reconciliation to Governmental Funds Statements (GAAP):						
Unexpended Balance as of June 30, 2015						\$ 544,315.48
SDA Grant Revenue Not Recognized on GAAP Basis						<u>(243,200.00)</u>
Fund Balance per Governmental Funds (GAAP)						<u>\$ 301,115.48</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Summary Schedule of Project Revenues, Expenditures, Project Balance and Project Status
For the Fiscal Year Ended June 30, 2015

Revenues and Other Financing Sources

State Sources--SDA Grant	\$	243,200.00
Bond Proceeds and Transfers		
Miscellaneous Revenue -- Interest		
Transfer from Capital Reserve		364,800.00
Transfer from General Fund		
		608,000.00
Total Revenues		608,000.00

Expenditures and Other Financing Uses

Purchased Professional and Technical Services		
Miscellaneous		
Construction Services	\$	153,856.50
General Supplies		
Other Objects		
		153,856.50
Total Expenditures		153,856.50
Other Financing Uses:		
Cancellation of SDA Grant		
Transfer to Debt Service Fund		12,212.00
		12,212.00
Total Other Financing Uses		12,212.00
Total Expenditures and Other Financing Uses		166,068.50

Excess (Deficiency) of Revenues Over (Under) Expenditures		441,931.50
Fund Balance -- July 1		102,383.98
Fund Balance -- June 30		\$ 544,315.48
Reconciliation to Governmental Funds Statements (GAAP):		
Fund Balance as of June 30, 2015	\$	544,315.48
SDA Grant Revenue Not Recognized on GAAP Basis		(243,200.00)
Fund Balance per Governmental Funds (GAAP)	\$	301,115.48

Note: For F-2 Exhibits SDA Grant awards are recognized as revenue and encumbrances are not included in expenditures.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Rehabilitation and Upgrade of Kenneth R. Olson Middle School
 For the Inception and for the Fiscal Year Ended June 30, 2015

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SDA Grant	\$ 2,943,784.38		\$ 2,943,784.38	\$ 2,943,784.38
Bond Proceeds and Transfers	4,493,462.00		4,493,462.00	4,493,462.00
Transfer from Capital Reserve	137,323.00		137,323.00	137,323.00
	<u>7,574,569.38</u>		<u>7,574,569.38</u>	<u>7,574,569.38</u>
Total Revenues	7,574,569.38	-	7,574,569.38	7,574,569.38
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	1,526,951.00		1,526,951.00	1,526,951.00
Miscellaneous	33,517.00		33,517.00	33,517.00
Construction Services	5,811,705.40	\$ 51,306.80	5,863,012.20	5,901,877.38
General Supplies	94,117.00		94,117.00	94,117.00
Other Objects	5,895.00		5,895.00	5,895.00
Transfer to Debt Service Fund		12,212.00	12,212.00	12,212.00
	<u>7,472,185.40</u>	<u>63,518.80</u>	<u>7,535,704.20</u>	<u>7,574,569.38</u>
Total Expenditures	7,472,185.40	63,518.80	7,535,704.20	7,574,569.38
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 102,383.98</u>	<u>\$ (63,518.80)</u>	<u>\$ 38,865.18</u>	<u>-</u>
Designated for Subsequent Years Expenditures			<u>\$ 38,865.18</u>	

Additional Project Information:

Project Number	5130-040-05-1000
Grant Date	8/17/2004
Bond Authorization Date	2/1/2005
Bonds Authorized	\$ 4,493,462.00
Bonds Issued	\$ 4,493,462.00
Original Authorized Cost	\$ 7,717,975.00
Additional Authorized Cost	\$ (143,405.62)
Revised Authorized Cost	\$ 7,574,569.38
Percentage Increase over Original Authorized Cost	-2%
Percentage Completion	99%
Original Target Completion Date	9/30/07
Revised Target Completion Date	11/30/15

TABERNACLE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Olson Middle School Security
 For the Inception and for the Fiscal Year Ended June 30, 2015

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SDA Grant		\$ 133,600.00	\$ 133,600.00	\$ 133,600.00
Bond Proceeds and Transfers				
Transfer from Capital Reserve		200,400.00	200,400.00	200,400.00
Total Revenues	-	334,000.00	334,000.00	334,000.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services				
Miscellaneous				
Construction Services		48,297.63	48,297.63	334,000.00
General Supplies				
Other Objects				
Total Expenditures	-	48,297.63	48,297.63	334,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	\$ 285,702.37	\$ 285,702.37	-
Designated for Subsequent Years Expenditures			\$ 74,620.00	
Encumbrances			211,082.37	
			\$ 285,702.37	
Additional Project Information:				
Project Number	5130-040-14-1001			
Grant Date	2/24/2014			
Bond Authorization Date				
Bonds Authorized				
Bonds Issued				
Original Authorized Cost	\$ 334,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 334,000.00			
Percentage Increase over Original Authorized Cost				
Percentage Completion	14%			
Original Target Completion Date	9/30/15			
Revised Target Completion Date	9/30/15			

TABERNACLE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Tabernacle Elementary School Security
 For the Inception and for the Fiscal Year Ended June 30, 2015

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SDA Grant		\$ 109,600.00	\$ 109,600.00	\$ 109,600.00
Bond Proceeds and Transfers				
Transfer from Capital Reserve		164,400.00	164,400.00	164,400.00
Total Revenues	-	274,000.00	274,000.00	274,000.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services				
Miscellaneous				
Construction Services		54,252.07	54,252.07	274,000.00
General Supplies				
Other Objects				
Total Expenditures	-	54,252.07	54,252.07	274,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	<u>\$ 219,747.93</u>	<u>\$ 219,747.93</u>	-
Designated for Subsequent Years Expenditures			\$ 51,004.88	
Encumbrances			<u>168,743.05</u>	
			<u>\$ 219,747.93</u>	
Additional Project Information:				
Project Number	5130-060-14-1002			
Grant Date	2/24/2014			
Bond Authorization Date				
Bonds Authorized				
Bonds Issued				
Original Authorized Cost	\$ 274,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 274,000.00			
Percentage Increase over Original Authorized Cost				
Percentage Completion	20%			
Original Target Completion Date	9/30/15			
Revised Target Completion Date	9/30/15			

PROPRIETARY FUNDS

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Enterprise Fund
 Statement of Net Position
 June 30, 2015

	<u>Food Service</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 18,264.72
Accounts Receivable:	
State	182.46
Federal	4,031.12
Other	71.60
Inventories	<u>9,264.71</u>
Total Current Assets	<u>31,814.61</u>
Noncurrent Assets:	
Restricted Cash and Cash Equivalents	
Furniture, Machinery and Equipment	172,764.50
Less Accumulated Depreciation	<u>(98,565.08)</u>
Total Noncurrent Assets	<u>74,199.42</u>
Total Assets	<u>106,014.03</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable	1,183.15
Unearned Revenue	<u>3,111.22</u>
Total Current Liabilities	<u>4,294.37</u>
NET POSITION:	
Net Investment in Capital Assets	74,199.42
Unrestricted	<u>27,520.24</u>
Total Net Position	<u>\$ 101,719.66</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Enterprise Fund
 Statement of Revenues, Expenses and Changes in Fund Net Position
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>
OPERATING REVENUES:	
Charges for Services:	
Daily Sales - Reimbursable Programs:	
School Lunch Program	\$ 99,855.08
Daily Sales - Non-Reimbursable Programs	79,914.65
Special Functions	1,567.29
	181,337.02
Total Operating Revenues	181,337.02
OPERATING EXPENSES:	
Salaries	100,593.46
Employee Benefits	19,956.38
General Supplies	9,445.39
Depreciation	8,041.32
Administrative Fee	24,929.68
Other Purchased Services	7,953.85
Cost of Sales	89,768.48
Miscellaneous	1,605.00
	262,293.56
Total Operating Expenses	262,293.56
Operating Income / (Loss)	(80,956.54)
NONOPERATING REVENUES (EXPENSES):	
State Sources:	
State School Lunch Program	2,423.36
Federal Sources:	
National School Lunch Program	53,299.74
Food Distribution Program	16,422.00
	72,145.10
Total Nonoperating Revenues (Expenses)	72,145.10
Income (Loss) before Contributions and Transfers	(8,811.44)
Contributed Capital	3,889.50
Change in Net Position:	(4,921.94)
Net Position -- July 1	106,641.60
Net Position -- June 30	\$ 101,719.66

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Enterprise Fund
 Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers	\$ 181,445.94
Payments to Employees	(99,410.31)
Payments for Employee Benefits	(19,956.38)
Payments for Supplies and Services	<u>(135,992.99)</u>
Net Cash Provided by (used for) Operating Activities	<u>(73,913.74)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
State Sources	2,471.45
Federal Sources	<u>71,162.35</u>
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>73,633.80</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Purchases of Capital Assets	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest Revenue	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(279.94)
Cash and Cash Equivalents -- July 1	<u>18,544.66</u>
Cash and Equivalents -- June 30	<u><u>\$ 18,264.72</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used)	
by Operating Activities:	
Operating Income (Loss)	\$ (80,956.54)
Adjustments to Reconcile Operating Income (Loss) to Net Cash	
Provided by (used for) Operating Activities:	
Depreciation and Net Amortization	8,041.32
(Increase) Decrease in Accounts Receivable	19.55
(Increase) Decrease in Inventories	(2,185.53)
Increase (Decrease) in Accounts Payable	1,078.09
Increase (Decrease) in Unearned Revenue	<u>89.37</u>
Total Adjustments	<u>7,042.80</u>
Net Cash Provided by (used for) Operating Activities	<u><u>\$ (73,913.74)</u></u>

FIDUCIARY FUNDS

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Fiduciary Funds
 Combining Statement of Fiduciary Net Position
 June 30, 2015

	Trust Fund		Agency Funds		Total
	Scholarship Trust	Unemployment Compensation Trust	Student Activity	Payroll	
ASSETS:					
Cash and Cash Equivalents	\$ 10,644.96	\$ 71,969.20	\$ 39,828.93	\$ 8,903.92	\$ 131,347.01
Accounts Receivable:					
Interfund Accounts Receivable:					
Due Unemployment Fund	-	-	-	4,470.79	4,470.79
Total Assets	<u>10,644.96</u>	<u>71,969.20</u>	<u>\$ 39,828.93</u>	<u>\$ 13,374.71</u>	<u>135,817.80</u>
LIABILITIES:					
Accounts Payable		1,923.97			1,923.97
Interfund Accounts Payable:					
Due General Fund		1.00		\$ 1,670.00	1,671.00
Due Payroll Fund		4,470.79			4,470.79
Payable to Student Groups			\$ 39,828.93		39,828.93
Payroll Deductions and Withholdings				11,704.71	11,704.71
Total Liabilities	<u>-</u>	<u>6,395.76</u>	<u>\$ 39,828.93</u>	<u>\$ 13,374.71</u>	<u>59,599.40</u>
NET POSITION:					
Held in Trust for Unemployment Claims and Other Purposes	<u>\$ 10,644.96</u>	<u>\$ 65,573.44</u>			<u>\$ 76,218.40</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Fiduciary Funds
 Combining Statement of Changes in Fiduciary Net Position
 For the Fiscal Year Ended June 30, 2015

	<u>Scholarship Trust</u>	<u>Unemployment Compensation Trust</u>
ADDITIONS:		
Contributions and Donations from Payroll Deductions Withheld		\$ 12,418.87
Scholarship Donations	\$ 1,100.00	
Total Additions	<u>1,100.00</u>	<u>12,418.87</u>
DEDUCTIONS:		
Scholarship Awards	1,500.00	
Unemployment Claims		<u>27,000.09</u>
Total Deductions	<u>1,500.00</u>	<u>27,000.09</u>
Change in Net Position	(400.00)	(14,581.22)
Net Position -- July 1	<u>11,044.96</u>	<u>80,154.66</u>
Net Position -- June 30	<u>\$ 10,644.96</u>	<u>\$ 65,573.44</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Fiduciary Funds
 Student Activity Agency Fund Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2015

	<u>Balance June 30, 2014</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2015</u>
ELEMENTARY SCHOOLS:				
4th Grade & Booster Club	\$ 5,975.32	\$ 20,978.41	\$ 20,948.12	\$ 6,005.61
Tabernacle Elementary School	13,135.19	1,713.26	2,826.45	12,022.00
Total Elementary Schools	<u>19,110.51</u>	<u>22,691.67</u>	<u>23,774.57</u>	<u>18,027.61</u>
MIDDLE SCHOOLS:				
8th Grade Committee	4,399.48	19,286.88	21,585.76	2,100.60
Kenneth R. Olson Middle School	20,540.85	19,391.51	20,231.64	19,700.72
Total Middle Schools	<u>24,940.33</u>	<u>38,678.39</u>	<u>41,817.40</u>	<u>21,801.32</u>
Total All Schools	<u>\$ 44,050.84</u>	<u>\$ 61,370.06</u>	<u>\$ 65,591.97</u>	<u>\$ 39,828.93</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Fiduciary Funds
 Payroll Agency Fund Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2015

	<u>Balance June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2015</u>
ASSETS:				
Cash and Cash Equivalents	\$ 60,398.86	\$ 8,558,103.27	\$ 8,609,598.21	\$ 8,903.92
Interfund Accounts Receivable: Due Unemployment	<u>4,685.24</u>	<u>12,204.42</u>	<u>12,418.87</u>	<u>4,470.79</u>
Total Assets	<u><u>\$ 65,084.10</u></u>	<u><u>\$ 8,570,307.69</u></u>	<u><u>\$ 8,622,017.08</u></u>	<u><u>\$ 13,374.71</u></u>
LIABILITIES:				
Payroll Deductions and Withholdings Net Payroll	\$ 63,414.10	\$ 3,841,403.86 4,728,903.83	\$ 3,893,113.25 4,728,903.83	\$ 11,704.71
Interfund Accounts Payable: Due General Fund	<u>1,670.00</u>	<u></u>	<u></u>	<u>1,670.00</u>
Total Liabilities	<u><u>\$ 65,084.10</u></u>	<u><u>\$ 8,570,307.69</u></u>	<u><u>\$ 8,622,017.08</u></u>	<u><u>\$ 13,374.71</u></u>

LONG-TERM DEBT

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Schedule of Serial Bonds
 For the Fiscal Year Ended June 30, 2015

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities</u>	<u>Interest Rate</u>	<u>Balance June 30, 2014</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2015</u>
			<u>Date</u> <u>Amount</u>					
2005 Bonds	2/1/2005	\$ 5,673,000.00			\$ 280,000.00		\$ 280,000.00	
2013 Refunding Bond Issue	10/18/2013	6,250,000.00	9/1/2015 \$ 655,000.00	3.000%				
			9/1/2016 660,000.00	3.000%				
			9/1/2017 685,000.00	3.000%				
			9/1/2018 705,000.00	4.000%				
			9/1/2019 715,000.00	3.000%				
			9/1/2020 700,000.00	3.000%				
			9/1/2021 690,000.00	3.000%				
			9/1/2022 360,000.00	3.125%				
			9/1/2023 360,000.00	3.125%				
			9/1/2024 350,000.00	3.125%				
					6,250,000.00		370,000.00	\$ 5,880,000.00
					<u>\$ 6,530,000.00</u>	<u>-</u>	<u>\$ 650,000.00</u>	<u>\$ 5,880,000.00</u>

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Schedule of Obligations Under Capital Leases
 For the Fiscal Year Ended June 30, 2015

<u>Series</u>	<u>Date of Lease</u>	<u>Term of Lease</u>	<u>Amount of Original Issue Principal</u>	<u>Interest</u>	<u>Amount Outstanding June 30, 2014(a)</u>	<u>Issued Current Year</u>	<u>Retired Current Year</u>	<u>Amount Outstanding June 30, 2015(a)</u>
School Bus	12/20/10	5 Years	\$ 74,535.00	\$ 5,735.00	\$ 15,458.91		\$ 15,458.91	
School Busses	09/03/13	5 years	131,589.64	6,366.97	103,996.19		25,074.08	\$ 78,922.11
					\$ 119,455.10	-	\$ 40,532.99	\$ 78,922.11

(a) Future Interest Payments Removed from Carrying Value of Leases.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 701,912.00		\$ 701,912.00	\$ 701,912.00	
State Sources:					
Debt Service Aid Type II	94,743.00		94,743.00	94,743.00	
Total Revenues	796,655.00	-	796,655.00	796,655.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest	199,688.00		199,688.00	199,687.50	\$ 0.50
Redemption of Principal	650,000.00		650,000.00	650,000.00	
Total Regular Debt Service	849,688.00	-	849,688.00	849,687.50	0.50
Total Expenditures	849,688.00	-	849,688.00	849,687.50	0.50
Excess (Deficiency) of Revenues Over (Under) Expenditures	(53,033.00)	-	(53,033.00)	(53,032.50)	(0.50)
Other Financing Sources:					
Operating Transfers In:					
Transfer from Capital Projects Fund	-	12,212.00	12,212.00	12,212.00	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(53,033.00)	12,212.00	(40,821.00)	(40,820.50)	(0.50)
Fund Balance (Deficit), July 1	40,821.00	-	40,821.00	40,821.00	-
Fund Balance (Deficit), June 30	\$ (12,212.00)	\$ 12,212.00	-	\$ 0.50	\$ (0.50)

STATISTICAL SECTION

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Net Position by Component
 Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	\$ 7,849,778.80	\$ 7,495,270.98	\$ 7,405,988.04	\$ 6,846,584.00	\$ 7,252,242.00	\$ 7,242,312.00	\$ 6,728,882.00	\$ 7,369,581.00	\$ 7,826,571.00	\$ 5,131,574.00
Restricted	3,200,790.52	2,622,631.46	1,783,326.14	1,980,119.00	1,290,490.00	729,758.00	2,028,103.00	2,022,046.00	4,274,475.00	6,171,572.00
Unrestricted	(4,967,982.29)	(500,490.75)	(11,826.51)	(33.00)	(184,982.00)	130,545.00	406,059.00	818,625.00	(1,785,540.00)	(1,495,959.00)
Total Governmental Activities Net Position	\$ 6,082,617.03	\$ 9,617,411.69	\$ 9,177,487.67	\$ 8,826,670.00	\$ 8,357,750.00	\$ 8,102,615.00	\$ 9,163,044.00	\$ 10,210,252.00	\$ 10,315,506.00	\$ 9,807,187.00
Business-type Activities:										
Invested in Capital Assets, Net of Related Debt	\$ 74,199.42	\$ 78,351.24	\$ 66,279.41	\$ 66,279.41	\$ 29,904.00	\$ -	\$ 189.00	\$ 984.00	\$ 1,779.00	\$ 2,574.00
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	27,520.24	28,290.36	29,856.43	29,856.43	39,215.00	68,042.00	57,361.00	52,065.00	31,302.00	33,658.00
Total Business-type Activities Net Position	\$ 101,719.66	\$ 106,641.60	\$ 96,135.84	\$ 96,135.84	\$ 69,119.00	\$ 68,042.00	\$ 57,550.00	\$ 53,049.00	\$ 33,081.00	\$ 36,232.00
District-wide:										
Invested in Capital Assets, Net of Related Debt	\$ 7,923,978.22	\$ 7,573,622.22	\$ 7,472,267.45	\$ 6,912,863.41	\$ 7,282,146.00	\$ 7,242,312.00	\$ 6,729,071.00	\$ 7,370,565.00	\$ 7,828,350.00	\$ 5,134,148.00
Restricted	3,200,790.52	2,622,631.46	1,783,326.14	1,980,119.00	1,290,490.00	729,758.00	2,028,103.00	2,022,046.00	4,274,475.00	6,171,572.00
Unrestricted	(4,940,432.05)	(472,200.39)	(16,029.92)	(29,823.43)	(145,767.00)	198,587.00	463,420.00	870,690.00	(1,754,238.00)	(1,462,301.00)
Total District-wide Net Position	\$ 6,184,336.69	\$ 9,724,053.29	\$ 9,273,623.51	\$ 8,922,805.84	\$ 8,426,869.00	\$ 8,170,657.00	\$ 9,220,594.00	\$ 10,263,301.00	\$ 10,348,567.00	\$ 9,843,419.00

Source: Exhibit A-1

In accordance with GASB 65, effective for the fiscal year ended June 30, 2013, the method to expense debt issuance costs was changed. See the notes to the financial statements.

For the fiscal year ended June 30, 2015, the School District adopted GASBS No's .68 and 71, which required the School District to record its proportionate share of the net pension liability and related deferred outflows and inflows of resources in the government-wide financial statements. Balances prior to June 30, 2015 are shown as originally reported and have not been restated for this adoption.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Changes in Net Position
 Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 3,710,827	\$ 4,205,982	\$ 4,360,444	\$ 4,943,421	\$ 4,797,415	\$ 5,089,415	\$ 5,128,843	\$ 5,906,561	\$ 5,905,917	\$ 5,509,095
Special Education	1,183,495	1,169,530	1,144,122	1,530,608	1,506,929	1,637,390	1,643,988	1,643,988	1,441,042	1,546,040
Other Special Education	271,930	253,571	202,108	409,818	445,891	447,050	453,781	453,781	338,873	237,180
Other Instruction	197,166	112,919	70,766	120,367	127,374	115,932	96,861	79,291	79,441	56,690
Adult/Continuing Education Programs			3,920		9,131	9,285	10,359	7,601	1,353	2,735
Support Services:										
Tuition	1,535,176	1,572,401	1,459,592	2,169,711	2,117,808	2,167,241	2,041,717	1,955,614	1,652,634	1,429,966
Student and Instruction Related Services	407,295	440,066	356,562	341,410	353,877	381,803	387,935	459,005	424,724	379,523
School Administrative Services	627,720	658,347	674,442	747,647	715,648	761,039	737,234	741,054	534,743	459,048
Other Administrative Services				331,955	367,201	390,226	396,558	398,756	382,599	368,358
Central Services	1,175,336	1,232,188	1,202,391	1,342,494	1,396,902	1,453,390	1,449,533	1,409,080	1,219,568	1,281,878
Plant Operations and Maintenance	460,085	516,938	503,174	932,392	747,688	729,917	745,176	737,023	655,323	594,178
Pupil Transportation	2,591,556	2,614,505	2,587,049							
Allocated and Unallocated Benefits	1,147,740	1,042,878	1,183,422							
Reimbursement TPAF Pension and Social Security	254,647	354,585	348,610							
Interest on Long-term Debt			333,628		365,898	349,244	366,445	379,798	395,636	412,826
Reduction in Compensated Absences			38,761		246,376	(73,136)	(35,268)	59,232	86,217	86,217
Unallocated Amortization			396,835		38,762	38,762	38,762	38,762	38,762	38,762
Capital Asset Adjustment Due To Appraisal			570,090		635,000	632,482	632,482	613,489	561,476	592,438
Unallocated Depreciation										
Total Governmental Activities Expenses	14,029,571	14,173,921	14,092,682	14,232,565	13,915,972	14,193,359	14,001,169	14,889,183	13,654,462	12,997,243
Business-type Activities:										
Food Service	262,294	266,689	263,734	258,656	254,928	278,018	279,645	301,433	305,850	311,064
Community Program					21,846	13,515	9,907	22,522	24,198	21,401
Total Business-type Activities Expense	262,294	266,689	263,734	258,656	276,774	291,533	289,552	323,955	330,048	332,465
Total District Expenses	\$ 14,291,864	\$ 14,440,610	\$ 14,356,416	\$ 14,491,221	\$ 14,192,746	\$ 14,484,892	\$ 14,290,721	\$ 15,213,138	\$ 13,984,510	\$ 13,329,708
Program Revenues:										
Governmental Activities:										
Operating Grants and Contributions	\$ 1,433,807	\$ 1,337,344	\$ 1,569,696							
Charges for Services	226,766	179,124	156,142							
Capital Grants and Contributions				\$ 395,306	\$ 540,640	\$ 442,231	\$ 519,555	\$ 488,875	\$ 363,857	\$ 420,025
Total Governmental Activities Program Revenues	1,660,574	1,516,468	1,725,838	395,306	540,640	442,231	519,555	488,875	363,857	420,025
Business-type activities:										
Charges for Services	181,337	183,548	186,880	181,649	195,549	214,326	235,228	238,135	237,487	237,456
Food Service					17,526	13,874	13,683	22,082	21,870	20,752
Community Program	3,890	19,190	33,924							
Capital Grants and Contributions	72,145	74,358	69,719	77,606	73,562	67,448	60,503	59,513	52,564	50,633
Total Business-type Activities Program Revenues	257,372	277,096	290,524	259,255	286,637	295,648	309,414	319,730	311,921	308,841
Total District Program Revenues	\$ 1,917,945	\$ 1,793,564	\$ 2,016,362	\$ 654,561	\$ 827,277	\$ 737,879	\$ 828,969	\$ 808,605	\$ 675,778	\$ 728,866

(Continued)

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Net (Expense)/Revenue:										
Governmental Activities	\$ (12,368,997)	\$ (12,657,454)	\$ (12,366,844)	\$ (13,837,259)	\$ (13,375,332)	\$ (13,751,128)	\$ (13,481,614)	\$ (14,400,308)	\$ (13,290,605)	\$ (12,577,218)
Business-type Activities	(4,922)	10,407	26,790	599	9,863	4,115	19,862	(4,225)	(18,127)	(23,624)
Total District-wide Net Expense	\$ (12,373,919)	\$ (12,647,047)	\$ (12,340,054)	\$ (13,836,660)	\$ (13,365,469)	\$ (13,747,013)	\$ (13,461,752)	\$ (14,404,533)	\$ (13,308,732)	\$ (12,600,842)
General Revenues and Other Changes in Net Assets:										
<u>Governmental Activities:</u>										
Property Taxes Levied for General Purposes, Net	\$ 6,778,362	\$ 6,504,183	\$ 6,504,183	\$ 6,439,785	\$ 6,460,884	\$ 6,438,192	\$ 6,267,454	\$ 6,111,552	\$ 5,802,533	\$ 5,502,251
Taxes Levied for Debt Service	701,912	766,936	779,914	787,102	798,527	737,458	693,803	733,988	709,250	628,003
Federal and State Aid Not Restricted	5,601,052	5,652,261	5,526,032							
Federal and State Aid Restricted	72,477	75,473	71,513							
Unrestricted Grants and Contributions				6,663,788	6,127,140	5,684,517	6,403,747	7,256,059	6,984,290	6,502,170
Tuition Received				311,182	151,921	83,717	107,928	43,901	14,964	
Investment Earnings										14,239
Miscellaneous	85,178	98,524	119,556	104,322	91,995	79,948	73,942	149,810	179,167	330,578
Transfers								(256)	(29,337)	(23,428)
Cancellation of Prior Year Accounts:										
Receivable							(12,930)		138,057	33,275
Contributed Capital										
Reduction in Compensated Absences Payable										
Total Governmental Activities	13,238,982	13,097,378	12,857,793	14,306,179	13,630,467	13,023,832	13,533,944	14,295,054	13,798,924	12,987,088
<u>Business-Type Activities:</u>										
Investment Earnings										754
Miscellaneous		99	227	478	629	386	106	818	1,400	
Transfers									29,337	23,428
Total Business-type Activities	-	99	227	478	629	386	106	1,074	30,737	24,182
Total District-wide	\$ 13,238,982	\$ 13,097,477	\$ 12,858,019	\$ 14,306,657	\$ 13,631,096	\$ 13,024,218	\$ 13,534,050	\$ 14,296,128	\$ 13,829,661	\$ 13,011,270
Change in Net Position:										
Governmental Activities	\$ 869,984	\$ 439,924	\$ 490,949	\$ 468,920	\$ 255,135	\$ (727,296)	\$ 52,330	\$ (105,254)	\$ 508,319	\$ 409,870
Business-type Activities	(4,922)	10,506	27,017	1,077	10,492	4,501	19,968	(3,151)	12,610	558
Total District	\$ 865,062	\$ 450,430	\$ 517,966	\$ 469,997	\$ 265,627	\$ (722,795)	\$ 72,298	\$ (108,405)	\$ 520,929	\$ 410,428

Source: Exhibit A-2

In accordance with GASB 65, effective for the fiscal year ended June 30, 2013, the method to expense debt issuance costs was changed. See the notes to the financial statements.

For the fiscal year ended June 30, 2015, the School District adopted GASBS No's. 68 and 71, which required the School District to record its proportionate share of the net pension liability and related deferred outflows and inflows of resources in the government-wide financial statements. Balances prior to June 30, 2015 are shown as originally reported and have not been restated for this adoption.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund:										
Restricted	\$ 2,755,893.17	\$ 2,370,699.34	\$ 1,537,527.99	\$ 1,741,934.00	\$ 950,417.00	\$ 1,028,564.00	\$ 1,890,016.00	\$ 760,053.00	\$ 2,128,888.00	\$ 828,958.00
Assigned	143,781.87	176,522.97	196,334.00	165,551.00	41,841.00	(577,770.00)	(320,175.00)	720,743.00	(498,758.00)	500,642.00
Unassigned	(199,389.00)	(133,872.00)	338,060.87							
Total General Fund	\$ 2,700,286.04	\$ 2,413,350.31	\$ 2,073,922.86	\$ 1,907,485.00	\$ 992,258.00	\$ 450,794.00	\$ 1,569,841.00	\$ 1,480,796.00	\$ 1,630,130.00	\$ 1,329,600.00
All Other Governmental Funds:										
Reserved							\$ 498,959.00	\$ 354,555.00	\$ 38,444.00	\$ 3,289,516.00
Restricted for:										
Debt Service Fund	\$ 0.50	\$ 40,821.00	\$ (12,212.66)	\$ (12,213.00)	\$ (12,213.00)	\$ (14,363.00)		21,250.00	70,446.00	38,444.00
Capital Projects Fund	301,115.48	102,383.98	153,483.98	449,559.00	458,443.00	478,419.00	461,845.00	1,081,624.00	2,204,288.00	2,234,514.00
Unassigned:										
Debt Service Fund										
Total All Other Governmental Funds	\$ 301,115.98	\$ 143,204.98	\$ 141,271.32	\$ 437,346.00	\$ 446,230.00	\$ 464,056.00	\$ 960,804.00	\$ 1,457,429.00	\$ 2,313,178.00	\$ 5,542,474.00
Total District	\$ 3,001,402.02	\$ 2,556,555.29	\$ 2,215,194.18	\$ 2,344,831.00	\$ 1,438,488.00	\$ 914,850.00	\$ 2,530,645.00	\$ 2,938,225.00	\$ 3,943,308.00	\$ 6,872,074.00

Source: Exhibit B-1

In accordance with GASB 54, effective for the fiscal year ended June 30, 2011, the description and terminology utilized to identify fund Balance was changed. See the notes to the financial statements.

TABERNAACLE TOWNSHIP SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues:										
Tax Levy	\$ 7,480,274.00	\$ 7,271,119.00	\$ 7,284,097.00	\$ 7,226,887.00	\$ 7,259,411.00	\$ 7,175,650.00	\$ 6,961,257.00	\$ 6,845,540.00	\$ 6,511,783.00	\$ 6,130,254.00
Other Local Revenue		500.00	140.98							
Tuition Charges	226,766.28	179,123.94	156,141.70	311,182.00	151,921.00	83,717.00	107,928.00	43,901.00	14,964.00	14,239.00
Interest Earnings	85,178.45	98,524.35	119,556.12	104,322.00	2,149.00	645.00	6,014.00	31,776.00	80,888.00	180,148.00
Miscellaneous	6,843,535.46	6,798,850.11	6,810,954.39	6,581,391.00	6,242,201.00	5,173,646.00	6,635,390.00	7,480,811.00	98,279.00	150,430.00
State Sources				457,374.00	401,634.00	927,673.00	287,912.00	284,123.00	7,125,012.00	6,647,316.00
Federal Sources				20,329.00	23,945.00	25,429.00			223,135.00	274,879.00
Local Sources										
Total Revenue	14,899,555.19	14,613,845.40	14,727,036.21	14,701,485.00	14,171,107.00	13,466,063.00	14,066,429.00	14,784,185.00	14,054,061.00	13,397,266.00
Expenditures:										
Instruction										
Regular Instruction	3,721,593.88	3,731,279.39	4,099,105.50	4,210,787.00	4,249,248.00	4,470,840.00	4,551,866.00	4,851,448.00	4,189,560.00	4,116,288.00
Special Education Instruction	1,189,137.09	1,159,123.12	1,205,313.02	919,054.00	870,902.00	986,757.00	938,948.00	969,379.00	980,032.00	935,271.00
Other Special Instruction	271,929.95	253,571.48	202,107.90	224,229.00	269,475.00	284,904.00	249,951.00	298,633.00	229,685.00	237,180.00
Other Instruction	197,166.12	112,918.87	70,765.77	61,632.00	83,127.00	72,385.00	69,847.00	48,475.00	47,302.00	56,690.00
Adult/Continuing Education							5,569.00	7,601.00		2,735.00
Support Services:										
Tuition			19,508.00	1,380,107.00	44,072.00	63,339.00	5,280.00	6,147.00	22,381.00	2,309.00
Student and Instruction Related Services	1,535,175.67	1,572,401.09	1,459,591.98	1,347,447.00	1,347,447.00	1,398,172.00	1,347,997.00	1,222,073.00	1,173,585.00	1,108,831.00
School Administrative Services	407,294.76	448,343.44	367,014.34	459,496.00	450,348.00	462,783.00	461,380.00	482,553.00	404,888.00	378,734.00
Other Administrative Services	593,382.17	623,703.54	674,442.09	310,631.00	282,967.00	321,053.00	309,165.00	375,029.00	323,067.00	354,271.00
Central Services				191,611.00	221,865.00	239,603.00	251,044.00	246,625.00	289,156.00	278,014.00
Plant Operations and Maintenance	1,152,791.38	1,163,808.23	1,133,483.60	1,007,477.00	1,048,118.00	1,128,000.00	1,143,603.00	1,082,797.00	990,984.00	1,100,572.00
Pupil Transportation	468,484.94	547,304.64	498,070.61	581,363.00	520,973.00	521,010.00	571,809.00	570,259.00	546,644.00	581,544.00
Allocated and Unallocated Benefits	2,631,873.09	2,614,504.61	2,587,049.43	3,499,739.00	3,285,779.00	3,363,447.00	3,171,591.00	3,734,581.00	3,622,815.00	2,923,525.00
Reimbursed TPAF Pension and Social Security	1,147,740.46	1,042,878.11	1,183,421.93							
Debt Service:										
Principal	650,000.00	595,000.00	590,000.00	580,000.00	575,000.00	545,000.00	540,000.00	540,000.00	510,000.00	495,000.00
Interest and Other Charges	199,687.50	222,613.34	297,484.00	318,472.00	338,587.00	356,807.00	371,010.00	383,955.00	400,045.00	437,198.00
Capital Outlay	288,451.45	316,624.07	345,416.78	78,011.00	53,992.00	516,056.00	670,789.00	1,040,307.00	3,344,424.00	4,030,548.00
Total Expenditures	14,454,708.46	14,404,073.93	14,713,266.95	13,842,117.00	13,647,489.00	14,748,725.00	14,659,727.00	15,859,862.00	17,034,568.00	17,038,710.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	444,846.73	209,771.47	13,769.26	859,368.00	523,638.00	(1,282,662.00)	(593,298.00)	(1,075,677.00)	(2,980,507.00)	(3,641,444.00)
Other Financing Sources (Uses):										
Proceeds from Borrowing										
Payment to Escrow Agent							198,648.00	70,850.00	81,078.00	128,287.00
Transfers in	377,012.00			2,149.00	2,149.00	626.00	6,009.00	31,750.00	77,898.00	177,492.00
Transfers out	(377,012.00)			(2,149.00)	(2,149.00)	(626.00)	(6,009.00)	(32,006.00)	(107,235.00)	(200,920.00)
Assets Acquired Under Capital Leases				46,975.00						
Cancellation of Prior Year Accounts Receivable			(143,405.62)				(12,930.00)			
Total Other Financing Sources (Uses)	-	131,589.64	(143,405.62)	46,975.00	-	185,718.00	70,594.00	70,594.00	51,741.00	104,859.00
Net Change in Fund Balances	444,846.73	341,361.11	(129,636.36)	906,343.00	523,638.00	(1,282,662.00)	(407,580.00)	(1,005,063.00)	(2,928,766.00)	(3,536,586.00)
Debt Service as a Percentage of Noncapital Expenditures	6.0%	5.8%	6.2%	6.5%	6.7%	6.3%	6.5%	6.2%	6.6%	7.2%

Source: Exhibit B-2

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Interest on Investments	\$ 5,308.44	\$ 11,540.54	\$ 16,849.70	\$ 35,364.00	\$ 21,578.00	\$ 27,799.00	\$ 17,076.00	\$ 64,448.00	\$ 50,675.00	\$ 55,659.00
Tuition			12,917.45	311,182.00	151,921.00	83,717.00	107,928.00	43,901.00	14,964.00	14,239.00
Rentals	37,000.00	37,080.00	37,400.00	37,000.00	37,000.00	37,000.00	37,000.00	37,000.00	37,000.00	37,000.00
Refund of Prior Year Expenditures	16,469.21	14,954.20	16,817.86							7,320.00
Miscellaneous	26,400.80	34,949.61	35,571.11	31,958.00	31,268.00	14,523.00	13,857.00	16,612.00	10,647.00	50,456.00
Total Miscellaneous Revenues	\$ 85,178.45	\$ 98,524.35	\$ 119,556.12	\$ 415,504.00	\$ 241,767.00	\$ 163,039.00	\$ 175,861.00	\$ 161,961.00	\$ 113,286.00	\$ 164,674.00

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Assessed Value and Actual Value of Taxable Property
 Last Ten Fiscal Years
Unaudited

Year Ended Dec. 31	Vacant Land	Residential	Farm	Qfarm	Commercial	Industrial	Total Assessed Value	Public Utilities (1)	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (2)
2015	\$ 6,808,700.00	\$ 607,142,100.00	\$ 17,881,800.00	\$ 2,935,400.00	\$ 24,746,200.00	\$ 787,800.00	\$ 660,302,000.00	\$ 94.00	\$ 660,302,094.00	\$ 705,526,331.00	\$ 1.932
2014	7,249,000.00	608,488,600.00	17,450,900.00	2,901,500.00	25,481,300.00	921,500.00	662,492,800.00	566,903.00	663,059,703.00	698,001,159.00	1.866
2013	8,402,000.00	683,314,500.00	18,134,900.00	2,923,900.00	21,856,700.00	779,100.00	735,411,100.00	838,715.00	736,249,815.00	716,149,580.00	1.617
2012	8,517,000.00	686,007,600.00	19,298,800.00	2,921,400.00	21,868,200.00	779,100.00	739,392,100.00	914,672.00	740,306,772.00	759,811,502.00	1.602
2011	8,955,100.00	688,883,800.00	16,905,100.00	2,948,300.00	21,064,400.00	779,100.00	739,535,800.00	922,000.00	740,457,800.00	789,894,651.00	1.614
2010	9,204,600.00	691,739,700.00	16,903,500.00	2,949,300.00	21,463,200.00	779,100.00	743,039,400.00	1,147,709.00	744,187,109.00	821,321,385.00	1.587
2009	9,823,200.00	688,326,300.00	16,922,300.00	2,968,600.00	21,185,900.00	779,100.00	740,005,400.00	1,118,777.00	741,124,177.00	864,849,961.00	1.582
2008	10,979,800.00	680,403,900.00	17,835,400.00	2,738,800.00	19,451,500.00	779,100.00	732,189,500.00	1,042,750.00	733,232,250.00	743,737,175.00	1.588
2007 (3)	11,627,800.00	674,891,900.00	17,845,000.00	2,736,600.00	19,572,400.00	779,100.00	727,452,800.00	1,046,844.00	728,499,644.00	780,814,101.00	1.576
2006	12,507,600.00	668,524,000.00	18,285,900.00	2,735,500.00	19,187,800.00	779,100.00	722,019,900.00	1,063,437.00	723,083,337.00	678,250,485.00	1.512

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per \$100.00 of Assessed Valuation

(3) Revaluation

Source: Burlington County Board of Taxation

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 (Rate per \$100 of Assessed Value)
Unaudited

Year Ended Dec. 31	District Direct Rate			Overlapping Rates						Total Direct and Overlapping Tax Rate
	Local School	Regional School	Total Direct School Tax Rate	Township of Tabernacle	Burlington County	County Library	County Open Space	Fire District		
2015	\$ 1.188	\$ 0.744	\$ 1.932	\$ 0.381	\$ 0.366	\$ 0.035	\$ 0.043		\$ 2.757	
2014	1.128	0.738	1.866	0.309	0.352	0.033	0.016		2.648	
2013	0.987	0.630	1.617	0.257	0.324	0.030	0.015		2.308	
2012	0.984	0.618	1.602	0.237	0.317	0.031	0.041		2.289	
2011	0.978	0.636	1.614	0.237	0.328	0.032	0.043		2.298	
2010	0.975	0.612	1.587	0.237	0.342	0.033	0.045		2.306	
2009	0.969	0.613	1.582	0.237	0.362	0.035	0.047		2.323	
2008	0.950	0.638	1.588	0.238	0.367	0.034	0.047		2.333	
2007	0.940	0.636	1.576	0.213	0.373	0.035	0.043		2.293	
2006	0.900	0.612	1.512	0.183	0.275	0.032	0.038		2.088	

Source: Municipal Tax Collector

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Pinelands Acres, LLC	\$ 2,800,000.00	1	0.42%			
Allenwood Estate, LLC	2,700,000.00	2	0.41%			
Russos Fruit & Veg. Farm, Inc.	2,150,100.00	3	0.33%			
Tabernacle Equities, LLC	1,733,000.00	4	0.26%			
Conte Enterprises, LLC	1,589,700.00	5	0.24%	\$ 1,682,200.00	1	0.23%
Wells Fargo Bank	1,252,600.00	6	0.19%			
The ESS Group, Inc.	978,700.00	7	0.15%			
CMATT, LLC	940,700.00	8	0.14%			
Tabernacle Inn	841,000.00	9	0.13%	1,020,700.00	2	0.14%
Haas Plaza, LLC	828,800.00	10	0.13%			
Individual Taxpayer #1				886,800.00	3	0.12%
Individual Taxpayer #2				790,400.00	4	0.11%
Individual Taxpayer #3				702,000.00	5	0.10%
Individual Taxpayer #4				676,100.00	6	0.09%
A&B Trucking				646,400.00	7	0.09%
Individual Taxpayer #5				643,000.00	8	0.09%
Individual Taxpayer #6				642,300.00	9	0.09%
Individual Taxpayer #7				629,600.00	10	0.09%
Total	\$ 15,814,600.00		2.40%	\$ 8,319,500.00		1.15%

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Property Tax Levies and Collections
 Last Ten Fiscal Years
Unaudited

<u>Fiscal Year</u> <u>Ended June 30,</u>	School District Taxes Levied for the <u>Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy (1)</u>		<u>Collections in</u> <u>Subsequent Years</u>
		<u>Amount</u>	<u>Percentage</u> <u>of Levy</u>	
2015	\$ 7,480,274.00	\$ 7,480,274.00	100.00%	-
2014	7,271,119.00	7,271,119.00	100.00%	-
2013	7,284,097.00	7,284,097.00	100.00%	-
2012	7,226,887.00	7,226,887.00	100.00%	-
2011	7,259,411.00	7,259,411.00	100.00%	-
2010	7,175,650.00	7,175,650.00	100.00%	-
2009	6,961,257.00	6,961,257.00	100.00%	-
2008	6,845,540.00	6,845,540.00	100.00%	-
2007	6,511,783.00	6,511,783.00	100.00%	-
2006	6,130,254.00	6,130,254.00	100.00%	-

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

Source: District Records

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the School District's outstanding debt and its debt capacity.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total District	Percentage of Personal Income (2)	Per Capita (3)
	General Obligation Bonds (1)	Authorized but not Issued	Capital Leases	Bond Anticipation Notes	Capital Leases	Unavailable			
2015	\$ 5,880,000.00	-	\$ 78,922.11	-	-	\$ 5,958,922.11	Unavailable	Unavailable	
2014	6,530,000.00	-	119,455.10	-	-	6,649,455.10	Unavailable	Unavailable	
2013	7,068,000.00	\$ 450,000.00	54,277.30	-	-	7,572,277.30	2.10%	\$ 51,638.00	
2012	7,658,000.00	-	123,630.00	-	-	7,781,630.00	2.18%	51,079.00	
2011	8,238,000.00	-	96,013.00	-	-	8,334,013.00	2.40%	49,626.00	
2010	8,813,000.00	-	145,967.00	-	-	8,958,967.00	2.68%	47,849.00	
2009	9,358,000.00	-	236,909.00	-	-	9,594,909.00	2.81%	47,582.00	
2008	9,898,000.00	-	121,778.00	-	-	10,019,778.00	2.91%	47,985.00	
2007	10,438,000.00	-	144,270.00	-	-	10,582,270.00	3.17%	46,505.00	
2006	10,948,000.00	-	184,703.00	-	-	11,132,703.00	3.42%	44,717.00	

Sources:

- (1) District Records
- (2) Personal income has been estimated based upon the municipal population and per capita
- (3) Per Capita personal income by county-estimated based upon the 2000 Census published

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30.	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable (2)	Per Capita (3)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding (1)		
2015	\$ 5,880,000.00	-	\$ 5,880,000.00	0.89%	Unavailable
2014	6,530,000.00	-	6,530,000.00	0.98%	\$ 939.03
2013	7,068,000.00	-	7,068,000.00	0.96%	1,014.93
2012	7,658,000.00	-	7,658,000.00	1.03%	1,097.45
2011	8,238,000.00	-	8,238,000.00	1.11%	1,178.20
2010	8,813,000.00	-	8,813,000.00	1.19%	1,262.07
2009	9,358,000.00	-	9,358,000.00	1.28%	1,305.16
2008	9,898,000.00	-	9,898,000.00	1.36%	1,380.86
2007	10,438,000.00	-	10,438,000.00	1.43%	1,453.36
2006	10,948,000.00	-	10,948,000.00	1.51%	1,503.23

Sources:

- (1) District Records
- (2) Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2015
Unaudited

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Statutory Net Debt Outstanding</u>	<u>Net Debt Outstanding Allocated to Tabernacle Township</u>
Municipal Debt: (1)				
Tabernacle Township School District	\$ 6,160,000.00	\$ 6,160,000.00		
Regional High School District	2,958,460.85	2,958,460.85		
Tabernacle Township	8,077,185.43	107.12	\$ 8,077,078.31	\$ 8,077,078.31
	17,195,646.28	9,118,567.97	8,077,078.31	8,077,078.31
Overlapping Debt Apportioned to the Municipality:				
County of Burlington: (2)				
Solid Waste Utility				
Bonds	68,544,755.00	68,544,755.00		
General:				
Bonds	265,151,276.00	31,458,482.00 (3)	233,692,794.00	3,576,389.85 (5)
Bonds Issued by Other Public Bodies				
Guaranteed by the County	278,510,000.00	278,510,000.00 (4)		
	612,206,031.00	378,513,237.00	233,692,794.00	3,576,389.85
	\$ 629,401,677.28	\$ 387,631,804.97	\$ 241,769,872.31	\$ 11,653,468.16

Sources:

- (1) 2014 Annual Debt Statement
 - (2) County's 2014 Audit Report
 - (3) Includes Cash on Hand, Accounts Receivable and County College Bonds paid with State Aid.
 - (4) Deductible in accordance with N.J.S. 40:37A-80.
 - (5) Such debt is allocated as a proportion of the Township's share of the total 2014 Equalized Value, which is 1.53%.
- The source for this computation was the 2014 Table of Equalized Valuations, which is supplied by the New Jersey Division of Taxation.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Legal Debt Margin Information
 Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Fiscal Year 2015

Equalized valuation basis (1)	
\$ 707,867,080	2014
699,458,912	2013
719,183,056	2012
<u>\$ 2,126,509,048</u>	

\$ 708,836,349	Average equalized valuation of taxable property
\$ 21,265,090	Debt limit (3% of average equalization value) (2)
<u>5,880,000</u>	Total Net Debt Applicable to Limit
\$ 15,385,090	Legal Debt Margin

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Debt limit	\$ 21,265,090	\$ 21,769,846	\$ 22,684,981	\$ 23,653,774	\$ 25,237,930	\$ 25,064,650	\$ 24,636,915	\$ 22,818,754	\$ 20,391,989	\$ 17,799,634
Total net debt applicable to limit (3)	<u>5,880,000</u>	<u>6,530,000</u>	<u>7,518,000</u>	<u>7,658,000</u>	<u>8,238,000</u>	<u>8,813,000</u>	<u>9,358,000</u>	<u>9,898,000</u>	<u>10,438,000</u>	<u>10,948,000</u>
Legal debt margin	\$ 15,385,090	\$ 15,239,846	\$ 15,166,981	\$ 15,995,774	\$ 16,999,930	\$ 16,251,650	\$ 15,278,915	\$ 12,920,754	\$ 9,953,989	\$ 6,851,634
Total net debt applicable to the limit as a percentage of debt limit	27.65%	30.00%	33.14%	32.38%	32.64%	35.16%	37.98%	43.38%	51.19%	61.51%

Sources:
 (1) Equalized valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
 (2) Limit set by NJSA 18A:24-19 for a K through 8 district.
 (3) District Records

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2014	6,954	Unavailable	Unavailable	5.8%
2013	6,964	\$ 359,607,032.00	\$ 51,638.00	5.8%
2012	7,000	358,043,000.00	51,149.00	5.2%
2011	7,003	346,445,413.00	49,471.00	5.0%
2010	6,988	332,530,968.00	47,586.00	5.1%
2009	7,170	339,743,280.00	47,384.00	4.8%
2008	7,168	342,329,344.00	47,758.00	2.7%
2007	7,182	332,490,690.00	46,295.00	2.0%
2006	7,283	324,231,877.00	44,519.00	4.1%
2005	7,287	306,083,148.00	42,004.00	2.0%

Sources:

- (1) Population information provided by the NJ Dept of Labor and Workforce Development
- (2) Personal income has been estimated based upon the municipal population and per capita
- (3) Per Capita personal income by county-estimated based upon the 2000 Census published
- (4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Full-time Equivalent District Employees by Function/Program
 Last Ten Fiscal Years
Unaudited

Function/Program	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Instruction										
Regular & Special Education	68	70	70	63	95	NA	NA	74	71	73
Other Instruction	13	14	14	16	20	NA	NA	21	21	21
Support Services:										
Student & Instruction Related Services	8	4	5	12	4	NA	NA	4	4	6
Other Support Services	2	3	3			NA	NA	6	6	5
Instructional Staff Training						NA	NA	3	2	2
Media Center	2	2	2		2	NA	NA	6	6	6
School Administrative Services	10	7	7	12	9	NA	NA	8	7	7
General Administrative Services	2	2	2	2	3	NA	NA	2	2	2
Plant Operations & Maintenance	15	14	13	13	8	NA	NA	13	13	12
Pupil transportation	15	13	13	15	16	NA	NA	17	18	16
Business & Other Support Services	5	4	4	3	3	NA	NA	4	4	4
Total	140	132	132	136	160	-	-	156	153	154

Source: District Records

TABERNACLE TOWNSHIP SCHOOL DISTRICT

Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	765	\$ 13,316,569.51	\$ 17,407.28	-0.04%	75	10.2/1	763	730	-4.27%	95.67%
2014	762	13,269,836.52	17,414.48	4.25%	72	10.6/1	797	763	-2.69%	95.73%
2013	807	13,480,366.17	16,704.30	9.74%	75	10.0/1	819	786	-1.09%	95.97%
2012	828	12,603,850.00	15,222.04	7.77%	83	10.0/1	828	794	-4.83%	95.89%
2011	870	12,288,327.00	14,124.51	-5.71%	78	11.2/1	870	828	-0.34%	95.17%
2010	873	13,077,928.00	14,980.44	2.63%	77	11.3/1	873	836	-2.57%	95.76%
2009	896	13,077,928.00	14,595.90	-7.57%	80	11.2/1	896	856	1.82%	95.54%
2008	880	13,895,601.00	15,790.46	10.71%	85	10.4/1	880	838	-1.79%	95.23%
2007	896	12,780,099.00	14,263.50	10.79%	85	10.4/1	896	851	-4.58%	94.98%
2006	938	12,075,964.00	12,874.16	47.18%	86	10.9/1	939	898	-82.60%	95.63%

Sources: District Records

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 School Building Information
 Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>District Buildings</u>										
<u>Elementary</u>										
Tabernacle Elementary										
Square Feet	59,918	59,918	59,918	59,918	59,918	59,918	59,918	59,918	59,918	59,918
Capacity (Students)	552	552	552	552	552	552	552	552	552	552
Enrollment	397	409	428	444	470	440	482	468	435	499
<u>Middle School</u>										
Olson Middle School										
Square Feet	88,321	88,321	88,321	88,321	88,321	88,321	88,321	88,321	88,321	88,321
Capacity (Students)	474	474	474	474	474	474	474	474	474	474
Enrollment	379	353	379	384	400	433	414	412	448	440
Number of Schools at June 30, 2015										
Elementary = 1										
Middle School = 1										

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

(1) Unavailable
 Source: District records, ASSA

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Schedule of Required Maintenance
 Last Ten Fiscal Years
Unaudited

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES (11-000-261-XXX)

* School Facilities	Project # (s)	Fiscal Year Ended June 30,									
		2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Tabernacle Elementary	S1	\$ 124,321.11	\$ 132,702.12	\$ 110,213.00	\$ 29,234.00	\$ 41,366.00	\$ 55,424.00	\$ 42,293.00	\$ 41,390.00	\$ 19,372.00	\$ 54,339.00
Olson Middle School	S2	179,762.16	180,535.45	102,475.00	39,749.00	48,824.00	72,208.00	64,856.00	48,595.00	38,272.00	48,754.00
Total School Facilities		304,083.27	313,237.57	212,688.00	68,983.00	90,190.00	127,632.00	107,149.00	89,985.00	57,644.00	103,093.00
Other Facilities		-	-	-	-	-	-	-	-	-	-
Grand Total		\$ 304,083.27	\$ 313,237.57	\$ 212,688.00	\$ 68,983.00	\$ 90,190.00	\$ 127,632.00	\$ 107,149.00	\$ 89,985.00	\$ 57,644.00	\$ 103,093.00

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

Source: District Records

TABERNACLE TOWNSHIP SCHOOL DISTRICT

Insurance Schedule

June 30, 2015

Unaudited

		<u>Coverage</u>	<u>Deductible</u>
Burlington County Insurance Pool Joint Insurance Fund			
Property, Inland Marine and Automobile Physical Damages	(A) \$	150,000,000.00	\$ 500.00
Boiler and Machinery	(B)	125,000,000.00	1,000.00
General and Automobile Liability	(B)	15,000,000.00	
Workers' Compensation		Statutory	
Crime Coverage	(B)	500,000.00	500.00
Educator's Legal Liability	(B)	15,000,000.00	
Pollution Legal Liability	(B)	3,000,000.00	25,000.00
Cyber Liability	(B)	1,000,000.00	25,000.00
Western Insurance Company:			
Business Administrator/Board Secretary		100,000.00	
Selective Insurance Company of America:			
Treasurer		200,000.00	

(A) Per Occurrence
 (B) Aggregate

Source: District Records

SINGLE AUDIT SECTION

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Tabernacle School District
County of Burlington
Tabernacle, New Jersey 08088

Report on Compliance for Each Major State Program

We have audited the Township of Tabernacle School District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major state programs for the fiscal year ended June 30, 2015. The School District's major 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 state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major 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; audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133, and State of New Jersey Circular 15-08-OMB, 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 state program occurred. An audit includes examining, on a test basis, evidence about the Township of Tabernacle 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 state program. However, our audit does not provide a legal determination of the School District's compliance.

Opinion on Each Major State Program

In our opinion, the Township of Tabernacle 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 state programs for the fiscal year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the Township of Tabernacle 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 School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major 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 state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey Circular 15-08-OMB, 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 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 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 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 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 State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Public School Accountant No. CS 002376

Voorhees, New Jersey
December 4, 2015

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Schedule of Expenditures of Federal Awards, Schedule A
 For the Fiscal Year Ended June 30, 2015

<u>Federal Grantor/ Pass-through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant or State Project Number</u>	<u>Program or Award Amount</u>	<u>Grant Period</u>		<u>Balance June 30, 2014</u>
				<u>From</u>	<u>To</u>	
Special Revenue Fund:						
U.S. Department of Education:						
Passed-through State Department of Education:						
N.C.L.B.:						
Title I, Part A	84.010A	NCLB513015	\$ 48,266.00	7-1-14	6-30-15	-
Title II Part A, Improving Teacher Quality	84.367A	NCLB513015	25,575.00	7-1-14	6-30-15	-
I.D.E.A. Part B:						
Special Education Cluster:						
Basic	84.027	FT513015	182,117.00	7-1-14	6-30-15	
Preschool	84.173	PS513015	7,843.00	7-1-14	6-30-15	
Total I.D.E.A. Part B Special Education Cluster						-
Total Special Revenue Fund						-
Enterprise Fund:						
U.S. Department of Agriculture:						
Passed-through State Department of Education:						
Child Nutrition Cluster:						
School Lunch Program	10.555	Unavailable	54,554.46	7-1-13	6-30-14	\$ (5,471.73)
School Lunch Program	10.555	Unavailable	53,299.74	7-1-14	6-30-15	
Food Distribution Program (Non-Cash Assistance)	10.555	Unavailable	16,621.36	7-1-13	6-30-14	2,729.06
Food Distribution Program (Non-Cash Assistance)	10.555	Unavailable	16,422.00	7-1-14	6-30-15	
Total Child Nutrition Cluster						(2,742.67)
Total Enterprise Fund						(2,742.67)
Total Federal Financial Assistance						<u>\$ (2,742.67)</u>

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

These funds were not audited in accordance with U.S. OMB Circular A-133 since the total of all grant expenditures did not exceed \$500,000.00.

Carryover / (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance June 30, 2015		
					(Accounts Receivable)	Unearned Revenue	Due to Grantor
-	\$ 39,264.00	\$ 48,266.00	-	-	\$ (9,002.00)	-	-
-	20,177.00	25,575.00	-	-	(5,398.00)	-	-
	103,835.00	182,117.00			(78,282.00)		
	4,223.00	7,843.00			(3,620.00)		
-	108,058.00	189,960.00	-	-	(81,902.00)	-	-
-	167,499.00	263,801.00	-	-	(96,302.00)	-	-
	5,471.73						
	49,268.62	53,299.74			(4,031.12)		
	16,422.00	12,182.84				\$ 4,239.16	
-	71,162.35	68,211.64	-	-	(4,031.12)	4,239.16	-
-	71,162.35	68,211.64	-	-	(4,031.12)	4,239.16	-
-	\$ 238,661.35	\$ 332,012.64	-	-	\$ (100,333.12)	\$ 4,239.16	-

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Schedule of Expenditures of State Financial Assistance, Schedule B
 For the Fiscal Year Ended June 30, 2015

State Grantor/ Program Title	Grant or State Project Number	Program or Award Amount	Required Match	Grant Period		Balance at June 30, 2014	
				From	To	Deferred Revenue / Accounts Receivable	Due to Grantor
General Fund:							
New Jersey Department of Education:							
Current Expense:							
State Aid - Public Cluster:							
Equalization Aid	14-495-034-5120-078	\$ 3,405,745.00	n/a	7-1-13	6-30-14	\$ (339,706.50)	
Equalization Aid	15-495-034-5120-078	3,405,745.00	n/a	7-1-14	6-30-15		
Categorical Special Education Aid	14-495-034-5120-089	465,120.00	n/a	7-1-13	6-30-14	(46,393.46)	
Categorical Special Education Aid	15-495-034-5120-089	465,120.00	n/a	7-1-14	6-30-15		
Adjustment Aid	14-495-034-5120-085	1,177,271.00	n/a	7-1-13	6-30-14	(117,427.06)	
Adjustment Aid	15-495-034-5120-085	1,177,271.00	n/a	7-1-14	6-30-15		
Categorical Security Aid	14-495-034-5120-084	66,283.00	n/a	7-1-13	6-30-14	(6,611.40)	
Categorical Security Aid	15-495-034-5120-084	66,283.00	n/a	7-1-14	6-30-15		
PARCC Readiness Aid	15-495-034-5120-098	7,330.00	n/a	7-1-14	6-30-15		
Per Pupil Growth Aid	15-495-034-5120-097	7,330.00	n/a	7-1-14	6-30-15		
Total State Aid - Public Cluster						(510,138.42)	-
Transportation Aid:							
Categorical Transportation Aid	14-495-034-5120-014	337,115.00	n/a	7-1-13	6-30-14	(33,625.58)	
Categorical Transportation Aid	15-495-034-5120-014	337,115.00	n/a	7-1-14	6-30-15		
Additional Nonpublic School Transportation Aid	14-495-034-5120-014	5,242.00	n/a	7-1-13	6-30-14	(5,242.00)	
Additional Nonpublic School Transportation Aid	15-495-034-5120-014	3,250.00	n/a	7-1-14	6-30-15		
Total Transportation Aid						(38,867.58)	-
Homeless Tuition Aid	14-495-034-5120-005	44,176.00	n/a	7-1-13	6-30-14	(44,176.00)	-
Extraordinary Aid	14-495-034-5120-473	154,650.00	n/a	7-1-13	6-30-14	(154,650.00)	
Extraordinary Aid	15-495-034-5120-473	129,554.00	n/a	7-1-14	6-30-15		
Total Extraordinary Aid						(154,650.00)	-
Reimbursed TPAF Social Security Contributions	14-495-034-5095-002	409,640.66	n/a	7-1-13	6-30-14	(20,703.76)	
Reimbursed TPAF Social Security Contributions	15-495-034-5094-003	409,134.46	n/a	7-1-14	6-30-15		
Total Reimbursed TPAF Social Security Contributions						(20,703.76)	-
Total General Fund						(768,535.76)	-
Capital Projects Fund:							
School Development Authority	5130-040-14-1001	133,600.00	\$ 200,400.00	Until Completion			
School Development Authority	5130-060-14-1002	109,600.00	164,400.00	Until Completion			
Total Capital Projects Fund						-	-
Debt Service Fund:							
New Jersey Department of Education:							
Debt Service Aid Type II	15-100-034-5120-075	94,743.00	n/a	7-1-14	6-30-15	-	-
Enterprise Fund:							
New Jersey Department of Agriculture:							
State School Lunch Aid	14-100-010-3350-023	2,435.44	n/a	7-1-13	6-30-14	(230.55)	
State School Lunch Aid	15-100-010-3350-023	2,423.36	n/a	7-1-14	6-30-15		
Total Enterprise Fund						(230.55)	-
Total State Financial Assistance subject to Major Program Determination for State Single Audit						(768,766.31)	-
State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:							
General Fund (Non-Cash Assistance):							
New Jersey Department of the Treasury:							
On-behalf T.P.A.F. Pension Contributions - Normal Cost	15-495-034-5094-006	285,452.00	n/a	7-1-14	6-30-15		
On-behalf T.P.A.F. Pension Contributions - Post Retirement Medical	15-495-034-5094-001	453,154.00	n/a	7-1-14	6-30-15		
Total General Fund (Non-Cash Assistance)						-	-
Total State Financial Assistance						\$ (768,766.31)	-

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

Carryover / (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance June 30, 2015			Memo Only	
					(Accounts Receivable)	Unearned Revenue / Interfund Payable	Due to Grantor	Budgetary Receivable June 30, 2015	Cumulative Total Expenditures
	\$ 339,706.50								
	3,068,229.33	\$ 3,405,745.00			\$ (337,515.67)			\$ 337,515.67	\$ 3,405,745.00
	46,393.46								
	419,025.74	465,120.00			(46,094.26)			46,094.26	465,120.00
	117,427.06								
	1,060,601.25	1,177,271.00			(116,669.75)			116,669.75	1,177,271.00
	6,611.40								
	59,714.23	66,283.00			(6,568.77)			6,568.77	66,283.00
	6,603.58	7,330.00			(726.42)			726.42	7,330.00
	6,603.59	7,330.00			(726.41)			726.41	7,330.00
-	5,130,916.14	5,129,079.00	-	-	(508,301.28)	-	-	508,301.28	5,129,079.00
	33,625.58								
	303,706.28	337,115.00			(33,408.72)			33,408.72	337,115.00
	5,242.00								
		3,250.00			(3,250.00)				3,250.00
-	342,573.86	340,365.00	-	-	(36,658.72)	-	-	33,408.72	340,365.00
-	44,176.00	-	-	-	-	-	-	-	-
	154,650.00								
		129,554.00			(129,554.00)				129,554.00
-	154,650.00	129,554.00	-	-	(129,554.00)	-	-	-	129,554.00
	20,703.76								
	388,817.95	409,134.46			(20,316.51)				409,134.46
-	409,521.71	409,134.46	-	-	(20,316.51)	-	-	-	409,134.46
-	6,081,837.71	6,008,132.46	-	-	(694,830.51)	-	-	541,710.00	6,008,132.46
		48,297.63	\$ 200,400.00		(133,600.00)	\$ 285,702.37			48,297.63
		54,252.07	164,400.00		(109,600.00)	219,747.93			54,252.07
-	-	102,549.70	364,800.00	-	(243,200.00)	505,450.30	-	-	102,549.70
-	94,743.00	94,743.00	-	-	-	-	-	-	94,743.00
	230.55								
	2,240.90	2,423.36			(182.46)				2,423.36
-	2,471.45	2,423.36	-	-	(182.46)	-	-	-	2,423.36
-	6,179,052.16	6,207,848.52	364,800.00	-	(938,212.97)	505,450.30	-	541,710.00	6,207,848.52
	285,452.00	285,452.00							285,452.00
	453,154.00	453,154.00							453,154.00
-	738,606.00	738,606.00	-	-	-	-	-	-	738,606.00
-	\$ 6,917,658.16	\$ 6,946,454.52	\$ 364,800.00	-	\$ (938,212.97)	\$ 505,450.30	-	\$ 541,710.00	\$ 6,946,454.52

TOWNSHIP OF TABERNACLE SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2015

Note 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Township of Tabernacle School District (hereafter referred to as the "School District"). The School District is defined in note 1 to the School District'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, are included on the schedules of expenditures of federal awards and state financial assistance.

Note 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting, with the following exceptions: programs recorded in the capital projects fund are presented on the modified accrual basis of accounting and programs recorded in the food service fund are presented using the accrual basis of accounting. These bases of accounting are described in note 1 to the School District's basic financial statements. The information in these schedules are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile revenues from the budgetary basis to the GAAP basis is \$2,054.00 for the general fund and there is no adjustment to reconcile revenues from the budgetary basis to the GAAP basis for the special revenue fund. There is no adjustment to reconcile expenditures from the budgetary basis to the GAAP basis for either the general fund or the special revenue fund. See exhibit C-3, 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.

**Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance (Cont'd)**

Note 3: RELATIONSHIP TO FINANCIAL STATEMENTS (CONT'D)

Awards and financial assistance expenditures are reported in the School District's basic financial statements on a GAAP basis as presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General		\$ 6,008,132.46	\$ 6,008,132.46
Special Revenue	\$ 263,801.00		263,801.00
Capital Projects		102,549.70	102,549.70
Debt Service		94,743.00	94,743.00
Food Service	68,211.64	2,423.36	70,635.00
Total Awards and Financial Assistance	<u>\$ 332,012.64</u>	<u>\$ 6,207,848.52</u>	<u>\$ 6,539,861.16</u>

Note 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

Note 5: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" in the Schedule of Expenditures of State Financial Assistance represent the required match associated with grants in the Capital Projects Fund.

Note 6: REIMBURSED AND ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2015, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the Federal Food Distribution Program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. 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 fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF members.

Note 7: MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2015

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified? ___ yes X no

Significant deficiency(ies) identified? ___ yes X none reported

Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Not Applicable

Internal control over major programs:

Material weakness(es) identified? ___ yes ___ no

Significant deficiency(ies) identified? ___ yes ___ none reported

Type of auditor's report issued on compliance for major programs _____

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? ___ yes ___ no

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

Dollar threshold used to determine Type A programs \$ _____

Auditee qualified as low-risk auditee? ___ yes ___ no

TABERNACLE TOWNSHIP SCHOOL DISTRICT
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2015

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

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 for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 or New Jersey Circular 15-08-OMB? _____ yes X no

Identification of major programs:

GMIS Number(s)

Name of State Program

15-495-034-5120-078

State Aid Public -- Equalization Aid

15-495-034-5120-089

State Aid Public -- Categorical Special Education Aid

15-495-034-5120-084

State Aid Public -- Categorical Security Aid

15-495-034-5120-085

State Aid Public -- Adjustment Aid

15-495-034-5120-098

State Aid Public -- PARCC Readiness

15-495-034-5120-097

State Aid Public -- Per Pupil Growth Aid

15-495-034-5120-014

Transportation Aid

15-495-034-5094-003

Reimbursed TPAF Social Security Contributions

Dollar threshold used to determine Type A programs \$ 300,000.00

Auditee qualified as low-risk auditee? X yes _____ no

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2015

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2015

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

None.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2015

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

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

None.

TABERNACLE TOWNSHIP SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, OMB Circular A-133 and State of New Jersey Circular 15-08-OMB.

None.

