

**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON
SCHOOL DISTRICT
WASHINGTON TOWNSHIP, NEW JERSEY**



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

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INTRODUCTORY SECTION



December 7, 2015

Honorable President Murphy and
Members of the Board of Education
Washington Township School District
County of Gloucester, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Washington Township School District (District) for the fiscal year ended June 30, 2015, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (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 the general purpose financial statements and schedules, as well as the auditor's report and the required supplementary information in compliance with Governmental Accounting Standards Board Statement 34 "*Basic Financial Statements – and Management's Discussion and Analysis – For State and Local Governments.*" The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of State, 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 and findings and recommendations, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: Washington Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Washington Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These services include regular and vocational, as well as special education for gifted and handicapped youngsters. The following details the changes in the student enrollment within the District over the last five years.

AVERAGE DAILY ENROLLMENT

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2014-2015	7,338	(2.89%)
2013-2014	7,550	(3.17%)
2012-2013	7,797	(3.64%)
2011-2012	8,081	(2.20%)
2010-2011	8,293	(2.81%)
2009-2010	8,502	(1.49%)

2) ECONOMIC CONDITION AND OUTLOOK:

Washington Township, Gloucester County, New Jersey, is a community comprised of predominately single-family residences (80% of the tax base). Our community, like most communities across the nation, is feeling the effects of the current economic climate. The community is extremely supportive of the educational system as evident in its active participation in the educational process. The District has been fiscally responsible in light of the economic hardships endured by the community and continues to bring their budget in under the mandated tax levy cap. Although the State of New Jersey and all the governmental entities received a downgrade in their bonding rating in 2011; Washington Township Board of Education received an AA rating from Standard and Poor's when they went out to refinance sections of their bonds in 2014, evidencing the financial stability of the school district.

Enrollments for regular education students for the Washington Township School District have been declining since the 2001-2002 school year; however, enrollments for special needs students have been increasing. This has resulted in a reduction in staff along with a change in the classification of staff from regular education to special education. The District is in the process of studying the possibility of redistricting (reassigning home schools for students) and implementing full-day kindergarten for the 2016-17 school year.

Although the economic times have been challenging, the Washington Township School District has maintained its high standards and rigorous curriculum, continuing its tradition of being an award-winning school district which is the foremost reason why most residents have chosen to reside here. As a matter of fact, in 2014, Philly Magazine ranked Washington Township High School as one of the top 100 schools in the Philadelphia region.

3) MAJOR INITIATIVES

A. Accomplishments during the 2014-2015 school year were as follows:

- Revision of the ELA (English Language Arts) curriculum and assessments in Grades K-5 to ensure alignment with the Common Core State Standards for English Language Arts.
- Pilot of the new Everyday Mathematics Program in first and second grade. The pilot allowed for an easy transition toward the adoption of the new text and instructional resources for September 2015.
- Implementation of a new comprehensive, articulated online 6-8 Digits Mathematics curriculum aligned with the Common Core State Standards and PARCC specifications including the purchase and implementation of new technology software components and laptops/laptop carts for all schools. This initiative included the development and implementation of a new after-school Digits Math Club.
- Through a Rowan University Partnership Grant, middle school and high school teachers were provided with onsite job-embedded professional development on the implementation of the ELA Common Core State Standards under the leadership of Dr. Valarie Lee, Dr. Midge Madden, and other university-level professional staff.
- Expanded implementation of the READ 180/System 44 program to three elementary schools, along with a second-year implementation at our three middle schools and high school, so as to meet the needs of our struggling special education and at-risk regular education student populations.
- Continued refinement of our K-12 continuum of instructional activities designed to ensure student acquisition of the knowledge and skills specified in Standards 9.1 and 9.2 as they relate to personal financial literacy, including the ongoing implementation of a very popular high school 2.5 credit online high school course: Financial Literacy and Personal Finance.
- Ongoing refinement of all courses of study with the Common Core State Standards for Math and ELA, Spring 2014 State testing results, the new increasingly-rigorous PARCC State testing specifications, and Biology Competency test results and requirements.

- Ongoing implementation and compliance with the provisions of No Child Left Behind (NCLB) Legislation, as well as implementation of initial aspects of professional development relating to the Race to the Top Grant initiatives with special focus on annual progress targets for state testing results as well as student attainment of the state-established benchmarks relating to student progress, SATs, Advanced Placement Testing, and our graduation statistics.
- Evening programs including: Parents as Partners, Stepping up the Next Grade, A Walk in the PARCC, Family Literacy, Family Math, Parenting Young Children Course and ESL Parent Workshops, as well as Literacy and Mathematics workshops at the Early Childhood Center for parents.
- Implementation of additional time programs including: Get SET, Homework Club, Good Morning Math, Working Writers, Page Turners, Friends Helping Friends, 5th to 6th Grade Summer Transition Program, Middle School PARCC Academy, Middle School Saturday PARCC Sessions, Middle School Prep Club, Middle School After-School Digits Club, High School After-School PARCC Academy, High School Summer PARCC Academy, Freshman Transition Programs, as well as lunchtime intervention programs in preparation for the Biology Competency Test.
- Ongoing investigation, development, and implementation of a continuum of in-district instructional programs and student support initiatives to meet the unique needs of our special population students so as to reduce the number of students and costs associated with out-of-district placements. This included the implementation of a preschool and an elementary-level intermediate autism program.
- Ongoing implementation of an Anti-Bullying Bill of Rights/Harassment, Intimidation, and Bullying (HIB) program, based on mandated legislation, at all K-12 schools.
- Ongoing implementation of instructional software and/or web-based programs designed to improve and/or remediate reading deficiencies at the K-5 level including, for example, Waterford Early Literacy Program, Fast ForWord, RAZ-Kids, Scholastic Read 180, Earobics, and Success Maker.
- Ongoing implementation and integration of instructional software and/or web-based programs designed to enhance instructional activities, improve student skill levels, and provide a means for student self-tutoring and/or ancillary instruction. Professional development to ensure optimal use and integration of available and technology resources. Professional development to support the implementation of Web 2.0 tools/resources, classroom response systems, learning management systems (Moodle), creating webpages/blogs/wikis, using productivity software, desktop publishing, creating online/visual presentations, editing/organizing graphics, using online tutorials, creating online assessments,

video streaming, computer simulations, using voice amplification systems, using video projectors to hold interactive lessons, accessing/creating podcasts, accessing/using content area computers/IPads, audio/video recording/editing, and other applications to further student acquisition of 21st century skills. This included professional development for our Year 3 Technology Cohort teacher teams at the middle and high school levels by Dell technology professionals to support these initiatives.

- Purchased a significant number of additional notebook carts and notebook computers to provide increased elementary, middle, and high school level student access to technology integration in the classroom and for preparation for the first year implementation of the new PARCC assessments.
- Purchase of a limited number of additional short-throw projectors to provide teachers with enhanced instructional tools.
- Ongoing refinement and implementation of professional development opportunities for staff with a focus on implementation of Professional Learning Communities (PLCs) “in accordance with state mandates”, student needs, and the ongoing implementation of a mentoring plan for novice teachers.
- Professional development relating to the dyslexia mandate to ensure a broader knowledge base of the definition of dyslexia, identification indicators, the district screening process, and the district interventions and efforts to ensure students receive appropriate services.
- Professional development relating to the new PARCC assessment in Grades 3-5. Teachers explore the various ELA question types including technology enhanced items, research simulation tasks, and written responses as they relate to ELA.
- Professional development to support teachers with close reading strategies in first and second grade. Teachers created a resource bank of activities directly tied to the current curriculum to share with their grade level colleagues across the district.
- Ongoing professional development opportunities to meet state standards, fulfill the annual 20-hour mandate, enhance the quality of pedagogy, and increase student achievement (K-12).
- Development of a revised high school level mathematics curricula to optimize student achievement and promote alignment with PARCC specifications as they relate to the new Common Core State Standards for Mathematics. This new adoption included the purchase and implementation of new textbooks, new materials/resources, additional technology/software components, and laptops/laptop carts.
- Development of new Advanced Placement (AP) courses for AP World History for Grade 9 and AP English Language & Composition for Grade 11.

- Ongoing refinement of Grades K-12 Language Arts Literacy curriculum/courses of study with the Common Core ELA State Standards and additional guidelines and specifications relating to the new PARCC assessments, so as to ensure students' optimal skill acquisition and achievement.
- Implementation of revised computer education instruction programming and the purchase of instructional materials/software for Grades K-8 to ensure alignment with the Common Core State Standards and PARCC readiness, in addition to, professional development on Net Op-Vision implementation as it pertains to formative assessment and the Marzano Casual Teacher Framework. This also included revised curricula and the purchase of instructional materials/software at the middle level for Financial Literacy.
- Implementation of a revised high school level Business Education curriculum including the acquisition/ purchase of new related instructional materials.
- Development of revised K-12 Art Education curriculum/courses including the purchase of new related instructional materials and technology resources.
- Implementation of new curricula for our K-5 Gifted and Talented Program including the acquisition/purchase of new related instruction materials and technology resources along with programmatic changes to the delivery of instruction. K-2 high-ability learners received services through differentiated instruction and cluster grouping supports. Selected Gifted and Talented identified students in Grades 3-5 participated in a new ELEMEnTS (Elementary Learners Engaged in Math, Engineering, new Technologies, and Science) Program.
- Continued implementation of our online K-5 and 6-8 STAR Computerized Testing System/Accelerated Reader program in all middle schools that now includes "all students" in Grades 7 and 8 so as to determine/support student needs, recommend specific targeted interventions, and assess and monitor student progress in reading and mathematics.
- Ongoing refinement of our district-wide courses of study with the Common Core State Standards for Mathematics and English Language Arts, new PARCC testing specifications, and instructional/ programmatic needs as indicated through analysis of assessment results.
- Ongoing refinement and implementation of regular end of marking period, mid-term, and end-of-year benchmark assessments in all content areas specific to the ELA/Math Common Core State Standards and the new PARCC assessments.
- Refinement of our district's specialized self-contained programs for students diagnosed on the autism spectrum including our Pre-K and Kindergarten Autism Program, Primary Level Autism Program, Intermediate Level Autism Program, and Middle School Autism Program.

- Ongoing refinement of curriculum and instruction to optimize student preparation for, and achievement on, the high school Biology Competency Test based on our prior years assessment results/analysis.
- Ongoing professional development to increase staff and student use of, and familiarity with, open-ended questions and various essay types in English/Language Arts.
- Professional development to enhance and support the integration of professional learning communities (PLCs) throughout all district schools as an essential aspect of professional growth and as integral foundations for optimizing student achievement and quality instruction.
- Professional development to ensure the successful second-year implementation of our new Marzano Casual Teacher and Principal evaluation systems (ACHIEVE NJ) that included training related to the software and hardware essential to meeting state guidelines and requirements as part of this initiative and the initial development and beginner-level implementation of learning goals and scales within content area curricula and lessons.
- Ongoing and Future Projects:
 - The district is committed to the implementation of the Core Curriculum Content State Standards, the ELA/Mathematics Common Core State Standards, all requirements associated with the ACHIEVENJ mandates, and all aspects of preparations/initiatives needed for district personnel and students to meet the demands of the PARCC assessments that have been mandated by the State of New Jersey for all public schools. As such, the district is engaged in the following:
 - Implementation of year 2 of a comprehensive, articulated online 6-8 Digits Mathematics curriculum aligned with the 2010 Common Core State Standards and PARCC specifications. This initiative includes the implementation of year 2 after-school Digits Math Club.
 - Expanded implementation of the READ 180/System 44 program to three elementary schools along with a second year implementation at our three middle schools and high school so as to meet the needs of our struggling special education and at-risk regular education student populations.
 - Development of K-2 Language Arts Literacy curriculum. This includes ongoing professional development in all aspects of balanced literacy with special emphasis on standards-based lessons, close reading, complex text, reading stamina, reader's workshop, writer's workshop, and ongoing alignment of curriculum with the Common Core State Standards.

- Exploration of full-day kindergarten programming in the event of a full-day kindergarten model. Site visitations and regular meetings to develop a rich and model curriculum.
- Pre-implementation of Lucy Calkins' Units of Study in Writing in several Grade K-2 classrooms in consultation with JAFO consultants.
- Pre-implementation of Foreign Language for Kids by Kids in six elementary classrooms to improve our Spanish program at the elementary level.
- Continued professional development through the Japanese model of lesson study and strategies for cognitive coaching to improve teacher collaboration and instructional strategies.
- Continued expansion of an intervention period at the elementary level in order to meet the diverse and specific needs of students as determined by data analysis conducted during site-based data meetings and the creation of data walls/boards to track student progress and adjust interventions for struggling and gifted learners.
- Ongoing refinement of the K-5 Mathematics curriculum and assessments to ensure differentiated instruction, rigor, and a full alignment to the Common Core State Standards and PARCC readiness.
- Ongoing refinement of the K-2 report card in order to accurately and efficiently report on student progress as it relates to the Common Core State Standards.
- The purchase and implementation of Insight 360 for Title I students and ExamView Cloud for students and teachers in Grades 3-5 to enhance formative and summative assessments throughout all elementary content areas.
- The purchase of additional significant inventory of effective technology hardware and software tools and resources (i.e. Laptop Carts/Laptops and IPAD Carts/IPADS,) for all levels (elementary, middle and high school) to differentiate instruction to support student achievement and to ensure that all students can demonstrate the skills, comfort levels, and adaptability essential for the successful use of technology in the classroom, on state and local assessments – most particularly for the new PARCC assessments. These essential technology tools and related components serve as well, when integrated into instruction, to prepare our students to meet the demands for college and career readiness through the effective use of 21st century technology tools.
- Ongoing professional development related to the integration of technology and web-based tools/assessments to ensure PARCC readiness at all levels.
- Ongoing implementation and integration of instructional software and/or web-based programs designed to enhance instructional activities, improve student skill levels, and provide a means for student self-tutoring and/or ancillary instruction. Professional development to ensure optimal use and integration of

available and technology resources. Professional development to support the implementation of Web 2.0 tools/resources, classroom response systems, learning management systems (Moodle), creating webpages/blogs/wikis, using productivity software, desktop publishing, creating online/visual presentations, editing/organizing graphics, using online tutorials, creating online assessments, video streaming, computer simulations, using voice amplification systems, using video projectors to hold interactive lessons, accessing/creating podcasts, accessing/using content area computers/IPads, audio/video recording/editing, and other applications to further student acquisition of 21st century skills. This included professional development for our *Year 4 cohort* teacher teams at the middle and high school levels by Dell technology professionals to support these initiatives.

- Implementation of a revised Technology Education curriculum (Grades 9-12) including the acquisition/purchase of new instructional materials, resources, test and software.
- Implementation of a revised K-12 Art Education curricula/courses of study for grades K-12 including the purchase of new related instructional materials, software, and technology resources.
- Revision of a new curriculum and courses of study for our K-12 Gifted and Talented Program including a specific focus on a STEM curricula (called ELEMENTS), ELA Common Core Standards alignment and enhanced technology integration.
- Implementation of a revised K-5 and high school level Mathematics curriculum for all core courses (examples are Algebra 1, Geometry, Algebra 2, Pre-Calculus, Calculus) and elective courses (examples are AP Statistics, AP Computer Science, Computer Programming w/Visual Basic) aligned with the Common Core State Standards and new PARCC specifications including the purchase/acquisition of new essential instruction materials, resources, texts, and technology software/components.
- Implementation of a revised Speech/Child Study Team (CST) curricula for K-12 including any needed new instructional or non-instructional materials, technology and/or software resources.
- Professional development to ensure the successful third-year implementation of our new Marzano Casual Teacher and Principal evaluation systems (ACHIEVE NJ) that included training related to the software and hardware essential to meeting state guidelines and requirements as part of this initiative and the expanded development and implementation of leaning goals and scales within K-12 content area curricula and lessons.
- Alternative professional development for elementary teachers through Credly digital badges, Teacher to Teacher Professional Development Tech Nights, Curriculum Newsletters, Screencast Tutorials, and site-based professional

development to enhance technology, data driven instruction, ELA, math, and science initiatives.

- Adoption and implementation of K-12 anti-bullying instructional (Olweus) and support programs as well as ongoing refinement of anti-bullying intervention and prevention protocols.
- Parent workshops (Parents as Partners) at the elementary level designed to inform parents about elementary programming, supports parents can provide at home, and resources available to parents in the school and in the community.
- Parent workshops at the middle school level designed to inform parents about the ELA and Mathematics performance expectations of the new PARCC assessments for all grade levels, how the shifts in the Common Core ELA and Mathematics State Standards are being incorporated into daily instruction and to inform and train parents on the features of our new online Digits Math program.
- Professional development through a *Rowan University/EIRC ELA Common Core Academy Partnership Grant*, under the leadership of Dr. Valarie Lee and Marjorie Madden and other university professionals, in which cohorts of middle school and high school teachers of Regular and Special Education ELA teachers will enhance their content knowledge of these standards while also supporting the work of secondary principals' ability to lead this CCSS implementation in these two content areas. Teachers will translate their learning to work in the classroom that has students building their knowledge through content-rich nonfiction; reading, writing and speaking grounded in evidence from text both literary, and informational and regular practice with complex text and its academic vocabulary.
- Investigation, development, and implementation of a continuum of in-district instructional programs and student support initiatives to meet the unique needs of our special population students so as to reduce the number of students and costs associated with out-of-district placements.
- Focus on ensuring optimal student growth for all students while giving special attention to the needs of at-risk learners along with appropriate investigation into instructional methodologies and programmatic enhancements to meet their needs. This includes ongoing emphasis and refinement of our K-12 *Intervention and Referral Services (IR&S)*.
- Ongoing development and implementation of a continuum of instructional programs and student support initiatives to meet the unique needs of our special population students and to support the implementation of in-district specialized program(s) for certain students currently placed in out-of-district settings.
- Implementation of benchmark assessments in all K-12 content areas – in many areas specific to the ELA/Math Common Core State Standards and the new PARCC assessments.

- Ongoing alignment of all courses of study, as needed, with the Common Core State Standards for ELA and Mathematics, the new NJDOE Spring 2015 PARCC State testing results, the NJDOE Grade 4 and 8 Science assessments, and the high school Biology Competency test results.
- Professional development, Grades PSD through 12, under the leadership of Annette Miller, Kathryn Ashbridge, and Tricia Holmes, in which special education teachers and child study team members on the topics of the requirements of IDEA, College and Career Readiness, Common Core, and connecting IEPs to the standards.
- Professional development, Grades PSD through 12, under the leadership of Annette Miller, Kathryn Ashbridge, and Tricia Holmes, in which special education teachers and child study team members worked collaboratively to prepare for annual reviews. The two-day trainings consisted of the development of data-based Present Levels of Academic and Functional Performance, analyzing data and listing strengths and needs, and writing IEP goals based on the student's exceptionality.
- Under the direction of Kathryn Ashbridge and Annette Miller, Child Study Team work groups were formed in the following areas: Transition to Adult Life, Revising the Realtime Program, Improving Autism Programs, and Improving Programs for the Multiply Disabled, Policies and Procedures in Special Education, and Present Educational Levels. Groups conducted research, site visits, attended trainings, and presented an end product specific to the focus of each respective work group.
- Held Vertical articulation meetings, Grades PSD through 12, with teachers within the Autism and Multiply Disabled Programs. A needs assessment for the 2015-2016 school year was created.
- Programs for the Behaviorally Disordered were evaluated and revised at the middle and high school levels.
- Identified areas in need of improvement for the 2015-2016 school year in an effort to increase inclusion opportunities for special education students.
- Conducted research regarding progress-monitoring tools for special education students. Selected Aimsweb as the district-wide progress monitoring tool in special education for reading, writing, and mathematics, Grades K through 8, to be launched in the 2015-2016 school year.
- Conducted research on the IXL internet-based assessment tool for performance tracking to allow for goal setting and student monitoring of special education students in Grades 9 through 12 to be launched in the 2015-2016 school year.
- Under the direction of Tricia Holmes, the Dynamic Learning Maps alternate proficiency assessment was implemented for low-incidence populations.

- Under the direction of Kathryn Ashbridge, special education teachers in Grades 4, 8, and 11 participated in professional development on Alternate Proficiency Assessment.
- Special Education administration worked closely with teachers and child study team members to revise IEPs selecting PARCC as the assessment tool to include appropriate accommodations for each subject area being tested.
- Special Education administration completed the PNP file for the PARCC assessment.
- Conducted site visits and research on vocational assessments and simulated work environments, selecting the Practical Assessment Exploration System (PAES) to be installed at the high school for special education students.
- Conducted vertical articulation meetings with school nurses regarding state mandates and consistency in standard operating procedures in the health care arena.
- Conducted vertical articulation meetings with speech language specialists and developed a draft manual for speech languages services within the district.
- Set up a professional development account with the American Speech Language Hearing Association (ASHA) for all speech language specialists within the district to enable all therapists engage in internet-based professional development while maintaining their CEUs.
- Standardized the summer case management flow chart to ensure compliance with the required timelines.
- Revised the ESY forms and referral requirements to include data-based decision making. Standardized the practice of progress reporting for ESY students.
- Developed and implemented a strategic plan to include site visits and an analysis of the special education programs as per the Least Restrictive Environment (LRE) Settlement activities.

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, 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 ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality.

Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either cancelled or are included as reappropriation of fund balance in the subsequent year. Those amounts to be reappropriated are reported as assignments 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 Account 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. Please see Management's Discussion and analysis for summary schedules.

8) DEBT ADMINISTRATION: At June 30, 2015, the District's outstanding debt issues included \$17,320,000 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 provisions of the Governmental Unit Deposit

Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. 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 carried 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.

11) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants. The accounting firm of Bowman and Company LLP was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996 and the related OMB Circular A-133 and state Treasury Circular Letter 15-08 OMB. The auditor's report on the general purpose 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.

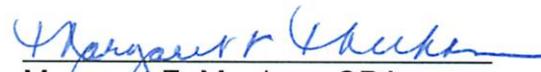
12) ACKNOWLEDGMENTS:

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

Respectfully submitted:



Joseph N. Bollendorf
Superintendent

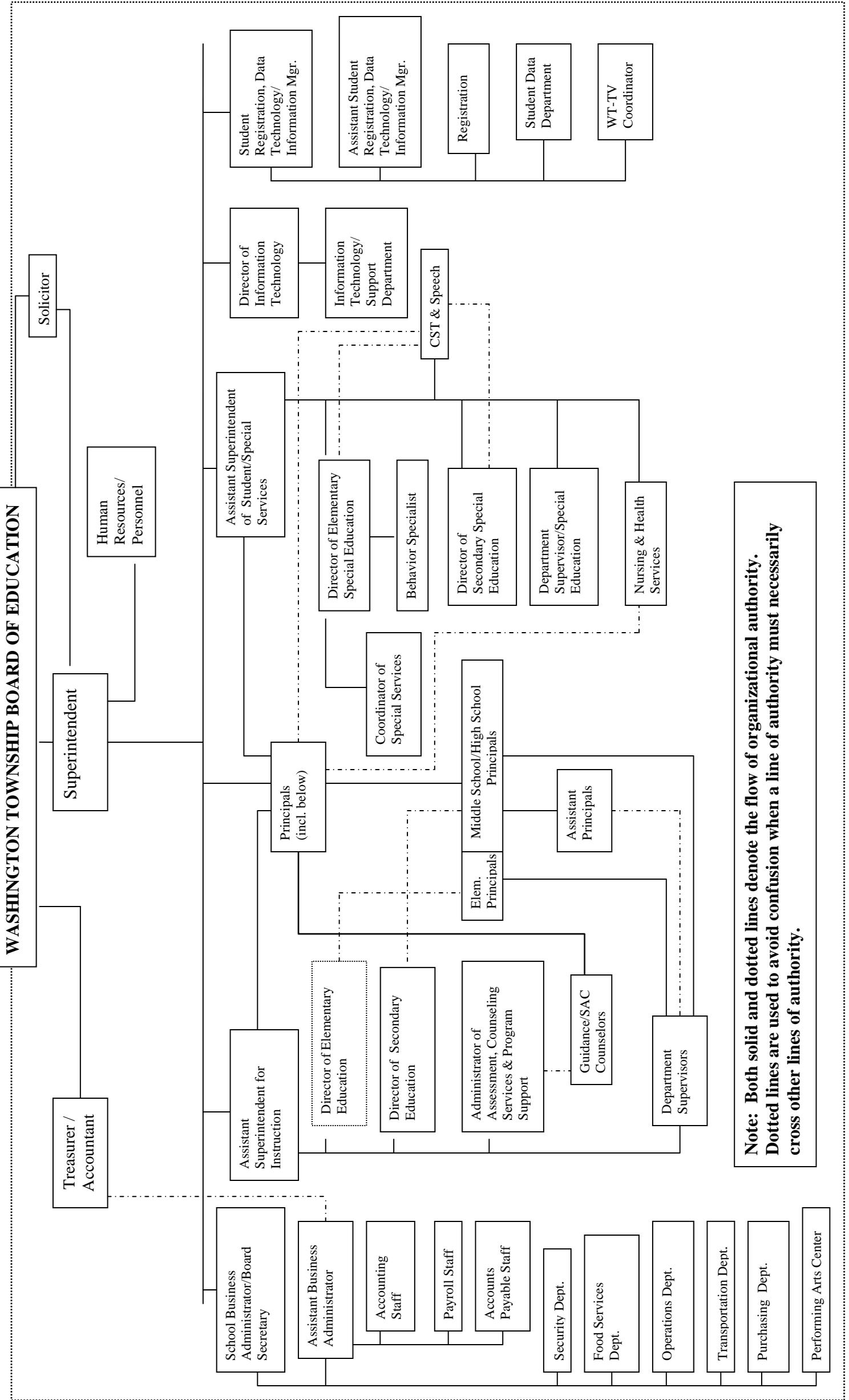


Margaret F. Meehan, CPA
School Business Administrator/
Board Secretary



Harold J. Finkle, CPA
Assistant School Business Administrator

ORGANIZATIONAL CHART



Note: Both solid and dotted lines denote the flow of organizational authority. Dotted lines are used to avoid confusion when a line of authority must necessarily cross other lines of authority.

**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON
SEWELL, NEW JERSEY**

**ROSTER OF OFFICIALS
June 30, 2015**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Virginia Murphy, President	2017
Robert Abbott, Vice President	2015
Carol Chia	2016
Roy J. Dawson III	2017
Karen Garrison	2015
James F. Murphy	2016
Tiffany Orihel	2015
Megan Watson	2016
Candice Zachowski	2015

Other Officials

Thomas Flemming, Interim Superintendent

Margaret F. Meehan, CPA, School Business
Administrator/Board Secretary

Joseph F. Betley, Esq., Solicitor

**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON**

Consultants and Advisors

Engineer

Remington and Vernick
232 Kings Highway East
Haddonfield, NJ 08033

Audit Firm

Bowman & Company LLP
601 White Horse Road
Voorhees, NJ 08043-2492

Attorney

Capehart & Scatchard
Laurel Corporate Center
8000 Midlantic Drive, Suite 300 South
Mount Laurel, NJ 08054

Official Depository

Cape Bank
201 Shore Road
Linwood, NJ 08221

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Washington School District, in the County of Gloucester, 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 Washington School District in the County of Gloucester, 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 20 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 schedule of School District 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 Washington School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section 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 schedules of expenditures of federal awards and state financial assistance, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are also presented for purposes of additional analysis and are 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 7, 2015 on our consideration of the Township of Washington 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 Washington School District's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
December 7, 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 Washington School District
County of Gloucester, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial 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 Washington School District, in the County of Gloucester, 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 7, 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 Washington 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 Washington 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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. We did identify one deficiency in internal control, described in the accompanying *Schedule of Findings and Questioned Costs* and *Independent Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* that we consider to be a significant deficiency: 2015-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Washington 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 one instance of noncompliance or other matter that is 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, and which are described in the accompanying *Schedule of Findings and Questioned Costs* and *Independent Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* as finding no.: 2015-001.

The Township of Washington School District's Response to Findings

The Township of Washington School District's response to the finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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



Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
December 7, 2015

REQUIRED SUPPLEMENTARY INFORMATION
PART I

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited)

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

Financial Highlights

Key financial highlights for 2015 are as follows:

- 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* and GASB Statement No. 71 - *Pension Transition for Contributions Made Subsequent to the Measurement Date*, see below discussion. In addition, the notes to the financial statements provide a more thorough discussion of the implementation of GASB 68 and the effects to the financial statements.
- In total, Net Position increased \$4,287,954 primarily due to the increase in the completion of capital assets, which were acquired through the use of NJ ROD grants.
- General revenues accounted for \$138,228,914 in revenue or 82% of all revenues. Program-specific revenues in the form of charges for services and operating grants and contributions accounted for \$30,822,559 or 18% of total revenues of \$169,051,473.
- Total assets of governmental activities increased by \$4,331,902 primarily due to the investment in capital assets.
- The School District had \$164,763,519 in expenses; \$30,822,559 of these expenses were offset by program-specific charges for services, grants or contributions.
- Among major funds, the General Fund had \$143,816,838 in revenues, \$142,175,996 in expenditures, and \$2,317,374 in other financing uses. The General Fund's balance decreased \$676,533 from 2014. This decrease was anticipated by the Board of Education. The School District appropriated \$9.7 million into the original General Fund budget as tax relief for 2015-2016.

Overview of the Financial Statements

The financial section of this annual report consists of two parts: Part I, management's discussion and analysis (this section), the basic financial statements with the accompanying note disclosures; and Part II, budgetary comparison schedules, notes to the required supplementary information, and other supplementary information. The basic financial statements include two kinds of statements that present different views of the School District:

- The first two statements, Exhibits A-1 and A-2, are government-wide financial statements that provide both long-term and short-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's operations in more detail than the government-wide statements.

The governmental fund statements tell how general government services were financed in the short-term as well as what remains for future spending.

Proprietary fund statements offer short-term and long-term financial information about those types of activities that operate like a business.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited-Cont'd)

Fiduciary fund statements provide information about the financial relationships in which the School District acts as a trustee or agent for the benefit of others to whom the resources belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

The statements are followed by another section, Part II, which contains required supplementary information that further explains and supports the information in the financial statements including budget schedules, reconciliations, and individual fund statements.

Reporting the School District as a Whole

Statement of Net position and the Statement of Activities

The Statement of Net position and the Statement of Activities include all assets, deferred outflows, deferred inflows and liabilities of the School District using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net position and the Statement of Activities, the School District reports governmental and business-type activities. Governmental activities are the activities where most of the School District's programs and services are reported, including but not limited to instruction, support services, operation and maintenance of plant, pupil transportation, and special schools.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The Fund financial reports provide detailed information about the School District's major funds. The School District uses several funds to account for a variety of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, the Special Revenue Fund, Debt Service, and the Capital Projects Fund; the School District has no Permanent Fund.

Governmental Funds

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

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited-Cont'd)

The School District as a Whole

The Statement of Net Position provides the perspective of the School District as a whole.

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

TABLE 1

Net Position

	<u>2014-2015</u>	<u>2013-2014</u>
Assets		
Current and Other Assets	\$ 23,975,800	\$ 26,623,813
Capital Assets	<u>88,269,824</u>	<u>86,350,875</u>
Total Assets	<u>112,245,624</u>	<u>112,974,688</u>
Deferred Outflow of Resources		
	<u>3,805,427</u>	<u>1,008,098</u>
Current Liabilities	7,292,038	7,508,918
Non-Current Liabilities	<u>65,919,304</u>	<u>30,918,755</u>
Total Liabilities	<u>73,211,341</u>	<u>38,427,672</u>
Deferred Inflow of Resources		
	<u>3,151,926</u>	<u>-</u>
Net Position		
Net Investment in Capital Assets	69,168,716	64,583,076
Restricted for:		
Capital Projects	4,347,998	3,697,276
Other Purposes	6,190,944	8,230,417
Unrestricted	<u>(40,019,874)</u>	<u>(955,656)</u>
Total Net Position	<u>39,687,783</u>	<u>75,555,113</u>
Restatements:		
To Record Net Pension Liability and Pension Related Deferred Outflows of Resources per GASB 68	<u>-</u>	<u>(40,155,284)</u>
Total Net Position	<u><u>\$ 39,687,783</u></u>	<u><u>\$ 35,399,829</u></u>
Effect of Pension Related Items for Implementation of GASB 68:		
Deferred Outflows Related to Pensions	\$ 2,978,589	
Less: Net Pension Liability	(38,331,292)	\$ (40,155,284)
Less: Deferred Inflows Related to Pensions	<u>(3,151,926)</u>	
	<u><u>\$ (38,504,629)</u></u>	<u><u>\$ (40,155,284)</u></u>

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited-Cont'd)

Table 2 shows a summary of changes in net position for Fiscal Year 2015.

TABLE 2

Changes in Net Position

	<u>2014-2015</u>	<u>2013-2014</u>
Revenues		
Program revenues:		
Charges for services	\$ 2,277,477	\$ 2,397,826
Operating Grants and Contributions	28,545,082	14,816,060
General revenues		
Property Taxes, Levied for General Purpose, Net	79,319,457	76,572,161
Property Taxes Levied for Debt Service	2,892,116	3,062,028
Federal and State Aid, Not Restricted	55,018,060	52,494,963
Other	999,281	2,391,499
Total revenues	169,051,473	151,734,537
Program Expenses		
Governmental Activities:		
Instruction	60,090,747	59,739,456
Support Services:		
Tuition	7,245,844	7,028,827
Student Administrative Services	14,586,188	14,697,983
School Administrative Services	6,365,036	6,262,258
General and Business Administrative Services	5,147,396	4,500,228
Plant Operation and Maintenance	10,114,755	10,534,500
Pupil Transportation	5,949,505	5,594,501
Unallocated Benefits	50,186,820	35,398,679
Transfer to Charter School	262,155	186,230
Interest on Long-term Debt	850,571	953,352
Total Expenses--Governmental Activities	160,799,017	144,896,014
Business-Type Activities Net Expenses (Income):		
Food Service	3,228,536	3,350,498
Child Care Program	113,325	133,750
Telecommunications	12,735	13,034
Drivers' Education	63,358	60,690
Center for the Performing Arts	546,549	541,745
Total Expenses, Business-Type Activities	3,964,502	4,099,717
Increase (Decrease) in Net Position	\$ 4,287,954	\$ 2,738,806

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited-Cont'd)

Governmental Activities

Municipal appropriations and federal and state aid made up 99% of revenues for governmental activities for the School District for Fiscal Year 2015.

Instruction comprises 37% of School District governmental expenses. Support services expenses make up 62% of the governmental expenses. Interest on Long-Term Debt Service is 1% of the governmental expenses.

The Statement of Activities shows the cost of the governmental activities' program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services for Fiscal Year 2015. That is, it identifies the cost of these services supported by general revenues.

TABLE 3

	Total Cost of Services	Net Cost of Services
Instruction	\$ 60,090,747	\$ 58,100,080
Support Services:		
Tuition	7,245,844	7,245,844
Student and Instruction-Related Services	14,586,188	13,851,144
School Administrative Services	6,365,036	6,365,036
General and Business Administrative Services	5,147,396	4,955,074
Plant Operation and Maintenance	10,114,755	10,114,755
Pupil Transportation	5,949,505	5,949,505
Unallocated Benefits	50,186,820	25,452,854
Transfer to Charter Schools	262,155	262,155
Interest on Long-term Debt	850,571	652,092
 Total Expenses	 \$ 160,799,017	 \$ 132,948,539

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and pupil.

Student and instruction-related services include the activities designed to assess and improve the well-being of students and to supplement the teaching process.

Administrative services include expenses associated with establishing and administering policy for the School District and include board of education services and executive administration services.

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

Pupil transportation includes activities involved with the conveyance of students to and from school activities.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited-Cont'd)

Governmental Activities (Cont'd)

Business and other support services include activities for support not classified elsewhere, including support services for business activities and support services for central activities.

Employee benefits includes the cost of benefits for the School District staff for social security, retirement contributions, workers' compensation, health benefits and other employee benefits.

The dependence upon municipal appropriations and state aid is apparent. The local communities and the state are the primary support for the Washington Township School District.

The School District's Funds

The School District's major funds are accounted for using the modified accrual basis of accounting. All Governmental funds had total revenues of \$152,657,186 expenditures of \$153,942,969 and other financing sources of \$645,674. The net change in fund balance for the year in the General Fund had a decrease of \$640,108.

General Fund Budgeting Highlights

The School District's budget is prepared in accordance with New Jersey law. The most significant budgeted fund is the General Fund.

During the course of the 2015 fiscal year, the School District modified its General Fund budget numerous times.

For the General Fund, the final budget basis revenue estimate was \$130,732,529 which is equal to the original estimate.

During Fiscal Year 2015, the School District budgeted \$79,319,457 and \$50,944,915 for municipal appropriations and state aid revenues, respectively. The School District also received \$4,121,960 in reimbursed TPAF Social Security aid, and \$7,422,970 in reimbursed TPAF and post-retirement health benefits. This has resulted in a favorable revenue variance.

The final budget basis expenditure appropriation estimate was \$141,736,710 which is equal to the original estimate.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Unaudited-Cont'd)

Capital Assets

At the end of Fiscal Year 2015, the School District had \$88,126,450 invested in land, buildings, furniture and equipment.

Table 4 shows a summary of the fiscal 2015 balances.

TABLE 4

Capital Assets (Net of Depreciation)

	<u>2014-2015</u>	<u>2013-2014</u>
Land	\$ 5,590,700	\$ 5,590,700
Land Improvements	2,069,355	2,096,018
Construction in Progress	4,616,632	432,815
Buildings and Improvements	70,817,278	73,924,301
Furniture and Equipment	<u>5,032,485</u>	<u>4,170,905</u>
Totals	<u>\$ 88,126,450</u>	<u>\$ 86,214,739</u>

Overall capital assets increased \$ 1,911,711 from Fiscal Year 2014 to Fiscal Year 2015.

Debt Administration

The School District receives state aid and municipal tax levy funds for the payment of debt.

Current Financial Issues and Concerns

The School District has a long record of financial stability. Despite unpredictable funding from the State of New Jersey, the School District manages to provide an excellent educational opportunity for all the School District students. This has been accomplished through increases in the local tax levy. The School District's General Fund budget has grown steadily over the past five years. This has resulted primarily from the increase in fixed costs such as labor, employee benefits, utilities, diesel fuel, and out-of-district tuition.

Contacting the School District's Financial Management

These financial reports are designed to provide our citizens, taxpayers, and creditors with a general overview of the School District's finances and to show the accountability for money received from the state and local government. If you have questions about this report or need additional information, contact Margaret F. Meehan, Secretary to the Board of Education and School Business Administrator at: WASHINGTON TOWNSHIP BOARD OF EDUCATION, 206 East Holly Avenue, Sewell, New Jersey 08080.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 9,120,039.83	\$ 1,541,290.77	\$ 10,661,330.60
Receivables, net (Note 4)	7,995,688.30	244,286.86	8,239,975.16
Inventory (Note 5)		48,582.09	48,582.09
Prepaid Expenses		8,580.00	8,580.00
Restricted Assets:			
Restricted Cash and Cash Equivalents	1,804,378.62		1,804,378.62
Capital Reserve Account - Cash	3,212,953.20		3,212,953.20
Capital Assets, net (Note 8)	<u>88,126,450.17</u>	<u>143,373.67</u>	<u>88,269,823.84</u>
Total Assets	<u>110,259,510.12</u>	<u>1,986,113.39</u>	<u>112,245,623.51</u>
DEFERRED OUTFLOW OF RESOURCES:			
Deferred Loss on Defeasance of Debt Related to Pensions (Note 9)	826,838.33		826,838.33
	<u>2,978,589.00</u>		<u>2,978,589.00</u>
Total Deferred Outflows of Resources	<u>3,805,427.33</u>	<u>-</u>	<u>3,805,427.33</u>
LIABILITIES:			
Accounts Payable	4,674,906.54	291.68	4,675,198.22
Internal Balances	(970,770.91)	970,770.91	
Accrued Salaries and Benefits	967,433.89	48,830.18	1,016,264.07
Deposits Payable		5,868.50	5,868.50
Other Current Liabilities	1,109,447.37		1,109,447.37
Payable to State Government	114,546.46		114,546.46
Unearned Revenue	104,056.58	59,409.66	163,466.24
Accrued Interest on Bonds	207,247.08		207,247.08
Noncurrent Liabilities (Note 6):			
Due within One Year	4,954,998.84	14,195.82	4,969,194.66
Due beyond One Year	<u>60,807,073.86</u>	<u>143,035.00</u>	<u>60,950,108.86</u>
Total Liabilities	<u>71,968,939.71</u>	<u>1,242,401.75</u>	<u>73,211,341.46</u>
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 9)	<u>3,151,926.00</u>	<u>-</u>	<u>3,151,926.00</u>
NET POSITION:			
Net Investment in Capital Assets	69,025,342.05	143,373.67	69,168,715.72
Restricted for:			
Capital Projects	4,347,997.84		4,347,997.84
Other Purposes	6,190,944.00		6,190,944.00
Unrestricted	<u>(40,620,212.15)</u>	<u>600,337.97</u>	<u>(40,019,874.18)</u>
Total Net Position	<u>\$ 38,944,071.74</u>	<u>\$ 743,711.64</u>	<u>\$ 39,687,783.38</u>

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

TOWNSHIP OF WASHINGTON 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	\$ 43,722,021.40		\$ 1,990,667.16		\$ (41,731,354.24)		\$ (41,731,354.24)
Special Education	11,564,327.49				(11,564,327.49)		(11,564,327.49)
Other Special Instruction	3,030,140.96				(3,030,140.96)		(3,030,140.96)
Other Instruction	1,774,257.44				(1,774,257.44)		(1,774,257.44)
Support Services:							
Tuition	7,245,843.72				(7,245,843.72)		(7,245,843.72)
Student and Instruction Related Services	14,586,188.19		735,044.38		(13,851,143.81)		(13,851,143.81)
School Administrative Services	6,365,036.00				(6,365,036.00)		(6,365,036.00)
General and Business Administrative Services	5,147,395.51	\$ 192,321.20			(4,955,074.31)		(4,955,074.31)
Plant Operations and Maintenance	10,114,755.15				(10,114,755.15)		(10,114,755.15)
Pupil Transportation	5,949,505.35		24,733,986.36		(5,949,505.35)		(5,949,505.35)
Unallocated Benefits	50,186,819.88				(25,452,853.52)		(25,452,853.52)
Transfer to Charter School	262,155.00				(262,155.00)		(262,155.00)
Interest on Long-Term Debt	850,570.58		198,478.69		(652,091.88)		(652,091.88)
Total Governmental Activities	160,799,016.67	192,321.20	27,658,156.59	-	(132,948,538.87)	-	(132,948,538.87)
Business-Type Activities:							
Food Service	3,228,535.95	1,279,490.82	886,925.12		(1,062,120.01)		(1,062,120.01)
Child Care Program	113,324.52	143,066.00			29,741.48		29,741.48
Telecommunications	12,734.64	18,130.00			5,395.36		5,395.36
Center for the Performing Arts	546,548.84	574,494.04			27,945.20		27,945.20
Drivers Education	63,357.95	69,975.00			6,617.05		6,617.05
Total Business-Type Activities	3,964,501.90	2,085,155.86	886,925.12	-	(992,420.92)	(992,420.92)	(992,420.92)
Total Primary Government	\$ 164,763,518.57	\$ 2,277,477.06	\$ 28,545,081.71	\$ -	(132,948,538.87)	(992,420.92)	(133,940,959.79)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, net					79,319,457.00		79,319,457.00
Taxes Levied for Debt Service					2,892,116.00		2,892,116.00
Federal and State Aid not Restricted					55,018,059.95		55,018,059.95
Investment Earnings					87,490.12	5,452.62	92,942.74
Miscellaneous Income					902,184.52		902,184.52
Gain on Disposal of Capital Assets					9,058.97		9,058.97
Donation of Assets					19,327.50	19,327.50	19,327.50
Refund of Prior Year Revenue--Audit Recovery					(22,447.00)	(332.29)	(22,447.00)
Accounts Receivable Canceled					(1,453.51)		(1,785.80)
Transfers					(924,025.03)	924,025.03	
Total General Revenues, Special Items, Extraordinary Items and Transfers					137,280,441.02	948,472.86	138,228,913.88
Change in Net Position					4,331,902.14	(43,948.06)	4,287,954.08
Net Position -- July 1					74,767,453.60	787,659.70	75,555,113.30
Prior Period Adjustment (Note 20)					(40,155,284.00)	-	(40,155,284.00)
Net Position -- July 1 (Restated)					34,612,169.60	787,659.70	35,399,829.30
Net Position -- June 30					\$ 38,944,071.74	\$ 743,711.64	\$ 39,687,783.38

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

FUND FINANCIAL STATEMENTS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Governmental Funds
 Balance Sheet
 June 30, 2015

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS:					
Cash and Cash Equivalents	\$ 9,104,093.41		\$ 1,804,338.71	\$ 39.91	\$ 10,908,472.03
Interfund Accounts Receivable	6,466,151.10				6,466,151.10
Receivables from Other Governments	2,479,546.22	\$ 926,214.00	2,330,987.60		5,736,747.82
Other Accounts Receivable	87,267.87	41,052.76			128,320.63
Restricted Cash and Cash Equivalents	<u>3,212,953.20</u>				<u>3,212,953.20</u>
Total Assets	<u>\$ 21,350,011.80</u>	<u>\$ 967,266.76</u>	<u>\$ 4,135,326.31</u>	<u>\$ 39.91</u>	<u>\$ 26,452,644.78</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 2,591,283.12	\$ 191,962.67	\$ 111,802.89		\$ 2,895,048.68
Accrued Salaries and Benefits	958,197.73	7,630.00			965,827.73
Interfund Accounts Payable		606,440.94	2,751,355.65		3,357,796.59
Other Current Liabilities	1,109,447.37				1,109,447.37
Payable to State Government		95,603.00	18,943.46		114,546.46
Unearned Revenue	<u>38,426.43</u>	<u>65,630.15</u>			<u>104,056.58</u>
Total Liabilities	<u>4,697,354.65</u>	<u>967,266.76</u>	<u>2,882,102.00</u>	<u>-</u>	<u>8,546,723.41</u>
Fund Balances:					
Restricted:					
Capital Projects			1,135,044.64		1,135,044.64
Debt Service			118,179.67	39.91	118,219.58
Capital Reserve Account	3,212,953.20				3,212,953.20
Excess Surplus--Designated for Subsequent Year's Expenditures	6,183,923.00				6,183,923.00
Legal Reserve--50% School Bus Advertising Revenue;					
Offset to Fuel Costs--Current Year	4,388.00				4,388.00
Legal Reserve--50% School Bus Advertising Revenue;					
Offset to Fuel Costs--Prior Year	2,633.00				2,633.00

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Governmental Funds
 Balance Sheet
 June 30, 2015

LIABILITIES AND FUND BALANCES (CONT'D):

Fund Balances (Continued):					
Assigned:					
Other Purposes	\$ 778,159.64				\$ 778,159.64
Designated for Subsequent Year's Expenditures	3,615,495.78				3,615,495.78
Unassigned	2,855,104.53				2,855,104.53
Total Fund Balances	16,652,657.15	-	\$ 1,253,224.31	\$ 39.91	17,905,921.37
Total Liabilities and Fund Balances	\$ 21,350,011.80	\$ 967,266.76	\$ 4,135,326.31	\$ 39.91	(207,247.08)

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

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

The Internal Service Funds are used by management to charge the costs of paper, printing and engraving to individual funds. These activities are governmental activities. This amount is the unrestricted net position in the Internal Service Fund.

Deferred loss on defeasance of debt is a consumption of net position that is applicable to a future reporting period and therefore is not reported in the funds.

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$161,789,001.06 and the accumulated depreciation is \$73,662,550.89.

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

Net Pension Liability

Accounts Payable related to the April 1, 2016 Required PERS pension contribution that is not to be liquidated with current financial resources.

Deferred Outflows of Resources - Related to Pensions

Deferred Inflows of Resources - Related to Pensions

Net position of governmental activities

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balances
 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	\$ 79,319,457.00			\$ 2,892,116.00	\$ 82,211,573.00
Tuition	493,668.86				493,668.86
Miscellaneous	417,188.65	\$ 45,399.78	2,175.57		464,764.00
State Sources	63,191,135.30	29,532.94	1,954,767.19	1,222,763.00	66,398,198.43
Federal Sources	395,387.99	2,693,594.12			3,088,982.11
Total Revenues	143,816,837.80	2,768,526.84	1,956,942.76	4,114,879.00	152,657,186.40
EXPENDITURES:					
40 Current:					
Regular Instruction	39,486,600.34	1,990,667.16			41,477,267.50
Special Education Instruction	11,401,974.00				11,401,974.00
Other Special Instruction	3,030,140.96				3,030,140.96
Other Instruction	1,774,257.44				1,774,257.44
Support Services and Undistributed Costs:					
Tuition	7,245,843.72				7,245,843.72
Student and Instruction Related Services	13,815,659.05	735,044.38			14,550,703.43
School Administrative Services	6,365,036.00				6,365,036.00
Other Administrative Services	4,340,810.44				4,340,810.44
Plant Operations and Maintenance	9,301,939.78				9,301,939.78
Pupil Transportation	5,665,124.70				5,665,124.70
Unallocated Benefits	37,355,574.99				37,355,574.99
Transfer to Charter Schools	262,155.00				262,155.00
Debt Service:					
Principal				3,525,000.00	3,525,000.00
Interest and Other Charges				683,050.00	683,050.00
Capital Outlay	2,130,879.98	42,815.30	4,790,395.68		6,964,090.96
Total Expenditures	142,175,996.40	2,768,526.84	4,790,395.68	4,208,050.00	153,942,968.92
Excess (Deficiency) of Revenues over Expenditures	1,640,841.40	-	(2,833,452.92)	(93,171.00)	(1,285,782.52)

(Continued)

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
OTHER FINANCING SOURCES (USES):					
Capital Leases (Non-Budgeted)	\$ 1,593,600.00				\$ 1,593,600.00
Accounts Receivable Canceled	(22,447.00)		(1,453.51)		(1,453.51)
Refund of Prior Year Revenue--Audit Recovery	(3,888,527.13)		2,964,502.10		(22,447.00)
Operating Transfers					(924,025.03)
Total Other Financing Sources and Uses	<u>(2,317,374.13)</u>	<u>-</u>	<u>2,963,048.59</u>	<u>-</u>	<u>645,674.46</u>
Net Change in Fund Balances	(676,532.73)	-	129,595.67	\$ (93,171.00)	(640,108.06)
Fund Balance -- July 1	<u>17,329,189.88</u>	<u>-</u>	<u>1,123,628.64</u>	<u>93,210.91</u>	<u>18,546,029.43</u>
Fund Balance -- June 30	<u>\$ 16,652,657.15</u>	<u>\$ -</u>	<u>\$ 1,253,224.31</u>	<u>\$ 39.91</u>	<u>\$ 17,905,921.37</u>

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

TOWNSHIP OF WASHINGTON 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	\$	(640,108.06)
<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>		
Depreciation Expense	\$	(4,909,724.68)
Capital Outlays (Exclusive of SDA Assessment)		<u>6,812,376.74</u>
		1,902,652.06
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.</p>		
		3,525,000.00
<p>Repayment of capital leases principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.</p>		
		758,236.89
<p>Proceeds from capital lease issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position. Proceeds of long-term debt</p>		
		(1,593,600.00)
<p>The issuance of long-term debt (bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, 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 these differences in the treatment of long-term debt and related items.</p>		
		(22,946.36)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., disposals, donations and capital grants) is to decrease net position.</p>		
		9,058.97
<p>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. This amount is the net effect of the difference in the treatment of interest on long-term debt.</p>		
		38,381.78
<p>In the statement of activities, certain operating expenses, (e.g., compensated absences) 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). This amount is the net effect of the difference in treatment of compensated absences.</p>		
		480,383.11
<p>The Internal Service Fund is used by management to charge the costs of paper, printing and engraving to individual funds. This amount is the change in net position for the Internal Service Fund, exclusive of any gain/(loss) on disposal of Internal Service Fund capital assets.</p>		
		(2,564.25)
<p>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 pension benefits earned exceeded the School District's pension contributions in the current period.</p>		
		<u>(122,592.00)</u>
Change in Net Position of Governmental Activities	\$	<u><u>4,331,902.14</u></u>

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

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

	Business-Type Activities - Enterprise Funds					Governmental Activities	
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education		Total Enterprise
ASSETS:							
Current Assets:							
Cash and Cash Equivalents	\$ 810,330.73	\$ 271,837.96	\$ 9,955.40	\$ 271,593.94	\$ 177,572.74	\$ 1,541,290.77	\$ 15,946.42
Intergovernmental Accounts Receivable:							
State	3,225.10					3,225.10	
Federal	136,697.04					136,697.04	
Other Accounts Receivable	19,430.03	218.40	11,505.00	59,851.72		91,005.15	2,515.00
Interfund Accounts Receivable		13,359.57	1,760.00			15,119.57	6,467.67
Prepaid Expenses	8,580.00					8,580.00	
Inventories	48,582.09					48,582.09	
Total Current Assets	1,026,844.99	285,415.93	23,220.40	331,445.66	177,572.74	1,844,499.72	24,929.09
Noncurrent Assets:							
Equipment	1,175,520.74	37,999.90		119,431.60	43,752.00	1,376,704.24	
Less Accumulated Depreciation	(1,141,339.12)	(6,912.89)		(55,545.96)	(29,532.60)	(1,233,330.57)	
Total Noncurrent Assets	34,181.62	31,087.01	-	63,885.64	14,219.40	143,373.67	-
Total Assets	1,061,026.61	316,502.94	23,220.40	395,331.30	191,792.14	1,987,873.39	24,929.09
LIABILITIES:							
Current Liabilities:							
Compensated Absences Payable	14,195.82					14,195.82	
Accounts Payable		96.50			195.18	291.68	6,610.86
Interfund Accounts Payable	562,770.26	101,592.62		308,168.03		972,530.91	15,946.42
Accrued Salaries and Benefits	27,235.05	3,661.95	3,170.13	8,563.05	6,200.00	48,830.18	1,606.16
Deposits Payable				5,868.50		5,868.50	
Unearned Revenue	59,409.66					59,409.66	
Total Current Liabilities	663,610.79	105,351.07	3,170.13	322,599.58	6,395.18	1,101,126.75	24,163.44
Noncurrent Liabilities:							
Compensated Absences Payable	136,588.66	-	-	6,446.34	-	143,035.00	-
Total Liabilities	800,199.45	105,351.07	3,170.13	329,045.92	6,395.18	1,244,161.75	24,163.44
NET POSITION:							
Net Investment in Capital Assets	34,181.62	31,087.01		63,885.64	14,219.40	143,373.67	765.65
Unrestricted	226,645.54	180,064.86	20,050.27	2,399.74	171,177.56	600,337.97	
Total Net Position	\$ 260,827.16	\$ 211,151.87	\$ 20,050.27	\$ 66,285.38	\$ 185,396.96	\$ 743,711.64	\$ 765.65

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Proprietary Funds

Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2015

	Business-Type Activities - Enterprise Funds					Governmental Activities	
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education		Total Enterprise
OPERATING REVENUES:							
Charges for Services:							
Daily Sales - Reimbursable Programs	\$ 770,659.50					\$ 770,659.50	
Daily Sales - Non-Reimbursable Programs	452,019.16		\$ 18,130.00			452,019.16	
Other Activity Income				\$ 358,372.48		358,372.48	
Admissions	25,480.22					25,480.22	
Special Functions		\$ 143,066.00		186,225.00		143,066.00	
Tuition					\$ 69,975.00	69,975.00	
Rentals				29,896.56		29,896.56	
Registration	31,331.94					31,331.94	
Miscellaneous							\$ 192,321.20
Services Provided to Other Funds							
Total Operating Revenues	1,279,490.82	143,066.00	18,130.00	574,494.04	69,975.00	2,085,155.86	192,321.20
OPERATING EXPENSES:							
Salaries	1,270,642.69	75,482.25	12,734.64	105,000.40	55,950.00	1,519,809.98	13,049.64
Employee Benefits	988,406.10			1,595.90		1,000,002.00	
Repairs and Maintenance	35,904.47			11,420.05	2,062.75	49,387.27	
Other Purchased Services		173.15		367,688.81	950.00	368,811.96	
Communications/Telephone				28,814.44		28,814.44	
Rental of Buildings		30,148.39		17,264.75		47,413.14	
Travel	136.19					136.19	
General Supplies	45,994.00	4,801.67		4,891.37	20.00	55,707.04	181,835.81
Depreciation	19,846.99	2,066.38		7,077.19	4,375.20	33,365.76	
Cost of Sales	822,334.68					822,334.68	
Miscellaneous	35,270.83	652.68		2,795.93		38,719.44	
Total Operating Expenses	3,228,535.95	113,324.52	12,734.64	546,548.84	63,357.95	3,964,501.90	194,885.45
Operating Income (Loss)	(1,949,045.13)	29,741.48	5,395.36	27,945.20	6,617.05	(1,879,346.04)	(2,564.25)

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

	Business-Type Activities - Enterprise Funds					Governmental Activities	
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education		Total Enterprise
NONOPERATING REVENUES (EXPENSES):							
State Sources:							
State School Lunch Program	\$ 17,646.34					\$ 17,646.34	
Federal Sources:							
National School Lunch Program	616,232.16					616,232.16	
National School Breakfast Program	103,425.01					103,425.01	
Special Milk Program	9,633.77					9,633.77	
Food Distribution Program	139,987.84					139,987.84	
Interest and Investment Revenue	3,621.57			\$ 1,831.05		5,452.62	
Total Nonoperating Revenues (Expenses)	890,546.69	-	-	1,831.05	-	892,377.74	-
Income (Loss) before Contributions and Transfers	(1,058,498.44)	\$ 29,741.48	\$ 5,395.36	29,776.25	\$ 6,617.05	(986,968.30)	\$ (2,564.25)
Donation of Capital Assets	(332.29)			19,327.50		19,327.50	
Cancellation of Accounts Receivable	924,025.03					(332.29)	
Transfer In - General Fund						924,025.03	
Total Contributions and Transfers	923,692.74	-	-	19,327.50	-	943,020.24	-
Change in Net Position	(134,805.70)	29,741.48	5,395.36	49,103.75	6,617.05	(43,948.06)	(2,564.25)
Net Position -- July 1	395,632.86	181,410.39	14,654.91	17,181.63	178,779.91	787,659.70	3,329.90
Net Position -- June 30	\$ 260,827.16	\$ 211,151.87	\$ 20,050.27	\$ 66,285.38	\$ 185,396.96	\$ 743,711.64	\$ 765.65

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

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

	Business-Type Activities - Enterprise Funds						Total Enterprise	Governmental Activities
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Internal Service Funds		
CASH FLOWS FROM OPERATING ACTIVITIES:								
Receipts from Customers	\$ 1,268,734.39	\$ 129,488.03	\$ 14,405.00	\$ 589,643.62	\$ 69,975.00	\$ 2,072,246.04	\$ 192,366.20	
Payments to Employees	(1,244,170.30)	(76,077.05)	(11,733.02)	(100,790.83)	(55,822.00)	(1,488,593.20)	(12,165.87)	
Payments for Employee Benefits	(1,002,412.03)	(37,918.98)	-	(433,017.04)	(2,978.26)	(1,002,412.03)	-	
Payments to Suppliers	(951,642.94)	-	-	-	-	(1,425,557.22)	(175,515.65)	
Net Cash Provided by (used for) Operating Activities	<u>(1,929,490.88)</u>	<u>15,492.00</u>	<u>2,671.98</u>	<u>55,835.75</u>	<u>11,174.74</u>	<u>(1,844,316.41)</u>	<u>4,684.68</u>	
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:								
State Sources	19,071.18	-	-	-	-	19,071.18	-	
Federal Sources	878,010.83	-	-	-	-	878,010.83	-	
Operating Subsidies and Transfers to Other Funds	1,147,240.87	96,429.59	(617.19)	(101,918.36)	-	1,141,134.91	(31,922.81)	
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>2,044,322.88</u>	<u>96,429.59</u>	<u>(617.19)</u>	<u>(101,918.36)</u>	<u>-</u>	<u>2,038,216.92</u>	<u>(31,922.81)</u>	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:								
Purchases of Capital Assets	-	-	-	(21,275.93)	-	(21,275.93)	-	
Net Cash Used for Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(21,275.93)</u>	<u>-</u>	<u>(21,275.93)</u>	<u>-</u>	
CASH FLOWS FROM INVESTING ACTIVITIES:								
Interest and Dividends	3,621.57	-	-	1,831.05	-	5,452.62	-	
Net Cash Provided by (used for) Investing Activities	<u>3,621.57</u>	<u>-</u>	<u>-</u>	<u>1,831.05</u>	<u>-</u>	<u>5,452.62</u>	<u>-</u>	
Net Increase (Decrease) in Cash and Cash Equivalents	118,453.57	111,921.59	2,054.79	(65,527.49)	11,174.74	178,077.20	(27,238.13)	
Balances -- July 1	691,877.16	159,916.37	7,900.61	337,121.43	166,398.00	1,363,213.57	43,184.55	
Balances -- June 30	<u>\$ 810,330.73</u>	<u>\$ 271,837.96</u>	<u>\$ 9,955.40</u>	<u>\$ 271,593.94</u>	<u>\$ 177,572.74</u>	<u>\$ 1,541,290.77</u>	<u>\$ 15,946.42</u>	

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

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:
 Operating Income (Loss) \$ (1,949,045.13)
 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:
 Depreciation and Net Amortization 19,846.99
 (Increase) Decrease in Inventories (2,024.00)
 (Increase) Decrease in Accounts Receivable (12,212.59)
 (Increase) Decrease in Prepaid Expenses (8,580.00)
 Increase (Decrease) in Accounts Payable (1,398.77)
 Increase (Decrease) in Accrued Salaries and Benefits 26,472.39
 Increase (Decrease) in Deposits Payable 1,456.16
 Increase (Decrease) in Unearned Revenue (4,005.93)
 Increase (Decrease) in Compensated Absences Payable

	Business-Type Activities - Enterprise Funds				Total Enterprise	Governmental Activities
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Internal Service Funds
	\$ (1,949,045.13)	\$ 29,741.48	\$ 5,395.36	\$ 27,945.20	\$ 6,617.05	\$ (2,564.25)
	19,846.99	2,066.38		7,077.19	4,375.20	
	(2,024.00)	(13,577.97)	(3,725.00)	10,586.02		45.00
	(8,580.00)	(2,143.09)		(141.69)	54.49	6,320.16
	26,472.39	(594.80)	1,001.62	4,209.57	128.00	883.77
	1,456.16			4,563.56		
	(4,005.93)			1,595.90		
	<u>19,554.25</u>	<u>(14,249.48)</u>	<u>(2,723.38)</u>	<u>27,890.55</u>	<u>4,557.69</u>	<u>7,248.93</u>
	<u>\$ (1,929,490.88)</u>	<u>\$ 15,492.00</u>	<u>\$ 2,671.98</u>	<u>\$ 55,835.75</u>	<u>\$ 11,174.74</u>	<u>\$ 4,684.68</u>
				<u>35,029.63</u>		

Total Adjustments

Net Cash Provided by (used for) Operating Activities

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Fiduciary Funds
 Statement of Fiduciary Net Position
 June 30, 2015

	Private-Purpose Trust Funds		Agency Funds		
	Unemployment Compensation	Private-Purpose Scholarship Fund	Student Activity	Vendors/Bidders	Payroll
ASSETS:					
Cash and Cash Equivalents	\$ 1,011,445.97	\$ 23,168.86	\$ 404,004.60	\$ 20,627.00	\$ 2,943,577.97
Total Assets	1,011,445.97	23,168.86	404,004.60	20,627.00	2,943,577.97
LIABILITIES:					
Accounts Payable	1,755.83				
Deposits Payable				\$ 20,627.00	
Interfund Accounts Payable					\$ 2,141,464.42
Payable to Student Groups			\$ 404,004.60		802,113.55
Payroll Deductions and Withholdings					
Total Liabilities	1,755.83	-	404,004.60	20,627.00	2,943,577.97
NET POSITION:					
Held in Trust for:					
Unemployment Claims and Other Purposes	1,009,690.14				
Scholarships		23,168.86			
Total Net Position	\$ 1,009,690.14	\$ 23,168.86			

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

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

	Private-Purpose Trust Funds	
	Unemployment Compensation Trust	Private-Purpose Scholarship Fund
ADDITIONS:		
Contributions:		
Employee Salary Deductions	\$ 127,670.30	
Investment Earnings:		
Interest	3,786.73	\$ 154.71
Total Additions	131,457.03	154.71
DEDUCTIONS:		
Scholarships		500.00
Unemployment Claims	35,470.33	
Total Deductions	35,470.33	500.00
Change in Net Position	95,986.70	(345.29)
Net Position -- July 1	913,703.44	23,514.15
Net Position -- June 30	\$ 1,009,690.14	\$ 23,168.86

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

TOWNSHIP OF WASHINGTON 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 Washington 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 Gloucester, 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 K-12 at the School District's eleven schools. The School District has an approximate enrollment at June 30, 2015 of 7,429.

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. Internal service funds are aggregated and presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**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 Gloucester 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. 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.

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

The School District reports the following major governmental funds (cont'd):

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.

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. Operating expenses for internal service funds include salaries, repairs and maintenance and supplies. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary funds:

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

Center for Performing Arts Fund - This fund accounts for the financial activity related to performances at the School District's Center for the Performing Arts.

Child Care Program Fund - This fund accounts for financial activity related to providing day care services for School District employee's children during school.

Driver's Education - This fund accounts for financial activities related to providing driver's education for students.

Telecommunications Fund - This fund accounts for a student run enterprise.

Additionally, the School District reports the following fund types:

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department to another on a cost reimbursement basis. The School District maintains two internal service funds, one for paper, and another for printing.

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

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, vendor bid account 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 to students.

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.

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.

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

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 and exhibit C-2 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.

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.

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

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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**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>	Governmental Activities <u>Estimated Lives</u>	Business-Type Activities <u>Estimated Lives</u>
Land Improvements	10-20 Years	N/A
Buildings and Improvements	10-50 Years	N/A
Equipment	5-20 Years	12 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.

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.

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

In addition, the School District reports the following as deferred outflows of resources:

Loss on Defeasance of Debt - The loss on refunding arising from the issuance of refunding bonds, which 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.

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.

The School District uses the termination 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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**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 Public Employees' Retirement System ("PERS") and additions to/deductions from 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.

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.

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

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 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.

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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**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 \$40,155,284.00, and was recognized as a restatement of the School District's June 30, 2014 net position on the statement of activities (see note 20).

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements 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.

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.

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

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.

As of June 30, 2015, the School District's bank balances of \$24,310,737.76 were exposed to custodial credit risk as follows:

Uncollateralized	\$ 4,667,122.17
Insured by Federal Deposit Insurance Corporation (FDIC)	1,050,054.00
Insured by Governmental Unit Deposit Protection Act (GUDPA)	<u>18,593,561.59</u>
	<u><u>\$ 24,310,737.76</u></u>

New Jersey Cash Management Fund - During the fiscal year, the School District participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At June 30, 2015, the School District's deposits with the New Jersey Cash Management Fund were \$116.59.

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District by inclusion of \$1.00 on November 20, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the 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:

Balance July 1, 2014		\$ 2,573,647.62
Increased by:		
Deposits:		
Board Resolution (June 25, 2015)	\$ 1,500,000.00	
Unexpended Balance of Capital Projects	149,419.94	
Interest Earnings	<u>5,641.64</u>	
		<u>1,655,061.58</u>
		4,228,709.20
Decreased by:		
Withdrawals:		
Budgeted Transfer to Capital Projects Fund		<u>1,015,756.00</u>
Balance June 30, 2015		<u><u>\$ 3,212,953.20</u></u>

The June 30, 2015 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted projects. The withdrawals from the capital reserve were for use in 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 various miscellaneous accounts and intergovernmental awards / 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>Fund</u>	<u>Inter-Governmental</u>	<u>Other</u>	<u>Interfund</u>	<u>Total</u>
Governmental Activities:				
General	\$ 2,479,546.22	\$ 87,267.87	\$ 2,128,104.85	\$ 4,694,918.94
Special Revenue	926,214.00	41,052.76		967,266.76
Capital Projects	2,330,987.60			2,330,987.60
Internal Service Fund		2,515.00		2,515.00
Total Governmental Activities	<u>5,736,747.82</u>	<u>130,835.63</u>	<u>2,128,104.85</u>	<u>7,995,688.30</u>
Business-Type Activities:				
Food Service Fund	139,922.14	19,430.03		159,352.17
Childcare Fund		218.40	13,359.57	13,577.97
Telecommunications Fund		11,505.00		11,505.00
Center for Performing Arts Fund		59,851.72		59,851.72
Total Business-Type Activities	<u>139,922.14</u>	<u>91,005.15</u>	<u>13,359.57</u>	<u>244,286.86</u>
Total Accounts Receivable	<u>\$ 5,876,669.96</u>	<u>\$ 221,840.78</u>	<u>\$ 2,141,464.42</u>	<u>\$ 8,239,975.16</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	\$ 35,050.21
Supplies	<u>13,531.88</u>
	<u>\$ 48,582.09</u>

Note 6: LONG-TERM LIABILITIES

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

	(Restated) Principal Outstanding June 30, 2014	Additions	Reductions	Principal Outstanding June 30, 2015	Due Within One Year
Governmental Activities:					
General Obligation Bonds	\$ 20,845,000.00		\$ (3,525,000.00)	\$ 17,320,000.00	\$ 3,450,000.00
Obligations under Capital Lease	1,519,824.07	\$ 1,593,600.00	(758,236.89)	2,355,187.18	733,920.30
Compensated Absences	7,983,217.36		(480,383.11)	7,502,834.25	771,078.54
Premium on Bonds	411,072.25		(158,312.98)	252,759.27	
Net Pension Liability	40,155,284.00		(1,823,992.00)	38,331,292.00	
Governmental Activity Long-term Liabilities	<u>\$ 70,914,397.68</u>	<u>\$ 1,593,600.00</u>	<u>\$ (6,745,924.98)</u>	<u>\$ 65,762,072.70</u>	<u>\$ 4,954,998.84</u>
Business-Type Activities:					
Compensated Absences	<u>\$ 159,640.85</u>	<u>\$ -</u>	<u>\$ (2,410.03)</u>	<u>\$ 157,230.82</u>	<u>\$ 14,195.82</u>

The bonds payable are generally liquidated by the debt service fund, while obligations under capital lease and net pension liability are liquidated by the general fund. Compensated absences will be paid from the fund from which the employees' salaries are paid.

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 March 13, 2007, the School District issued \$8,040,000 of School Refunding Bonds, Series 2007 to advance refund a portion of the School District's outstanding callable School Bonds, Series 2005 maturing in the years 2024 through and including 2030. The bonds originally carried a rate of 4.00% with a final maturity in 2030.

On April 3, 2012, the School District issued \$7,205,000 of School Refunding Bonds, Series 2012 to advance refund and redeem all of the School District's outstanding callable School Bonds, Series 2005, maturing in the years 2015 through and including 2023. The bonds originally carried rates ranging between 2.00% to 4.00% with a final maturity in 2023.

On November 15, 2012, the School District issued \$9,095,000.00 in general obligation refunding bonds with a variable interest rate of 1.5% to 3.0% to currently refund \$9,210,000.00 of outstanding callable School Refunding Bonds, Series 2004 with an interest rate of 5.0%.

Note 6: LONG-TERM LIABILITIES (CONT'D)

Bonds Payable (Cont'd) - Principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 3,450,000.00	\$ 577,100.00	\$ 4,027,100.00
2017	820,000.00	473,400.00	1,293,400.00
2018	840,000.00	456,500.00	1,296,500.00
2019	870,000.00	422,900.00	1,292,900.00
2020	890,000.00	405,000.00	1,295,000.00
2021-2025	4,895,000.00	1,655,275.00	6,550,275.00
2026-2030	5,555,000.00	664,000.00	6,219,000.00
	<u>\$ 17,320,000.00</u>	<u>\$ 4,654,175.00</u>	<u>\$ 21,974,175.00</u>

Bonds Authorized but not Issued - As of June 30, 2015, the School District had no authorizations to issue additional bonded debt.

Obligations under Capital Lease - The School District is leasing copier, computer, and telephone equipment totaling \$2,355,187.18 under capital leases. All capital leases are for terms of 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 at June 30, 2015:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 733,920.30	\$ 26,991.80	\$ 760,912.10
2017	638,032.72	17,543.58	655,576.30
2018	484,176.51	10,129.60	494,306.11
2019	417,106.55	4,296.91	421,403.47
2020	81,951.10	268.05	82,219.15
	<u>\$ 2,355,187.18</u>	<u>\$ 59,229.95</u>	<u>\$ 2,414,417.13</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.

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 are budgeted and paid from the general fund on an annual basis.

Note 7: OPERATING LEASES

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

Fiscal Year Ending June 30,	Amount
2016	\$ 1,844,533.99
2017	1,659,276.81
2018	1,218,865.29
2019	1,963,282.00
2020	71,629.88
	<u>\$ 6,757,587.97</u>

Rental payments under operating leases for the fiscal year ended June 30, 2015 were \$2,187,912.42.

Note 8: CAPITAL ASSETS

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

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Governmental Activities:				
Land	\$ 5,590,700.00			\$ 5,590,700.00
Construction in Progress	432,815.20	\$ 4,310,311.78	\$ (126,495.13)	4,616,631.85
Total Capital Assets not being Depreciated	6,023,515.20	4,310,311.78	(126,495.13)	10,207,331.85
Land Improvements	3,663,818.78	86,314.44	79,403.58	3,829,536.80
Buildings and Improvements	134,428,508.34	678,854.60	30,591.55	135,137,954.49
Equipment	11,148,346.05	1,736,895.92	(271,064.05)	12,614,177.92
Totals at Historical Cost	<u>155,264,188.37</u>	<u>6,812,376.74</u>	<u>(287,564.05)</u>	<u>161,789,001.06</u>
Less Accumulated Depreciation:				
Land Improvements	(1,567,800.53)	(190,117.46)	(2,263.50)	(1,760,181.49)
Buildings and Improvements	(60,504,207.86)	(3,827,525.73)	11,057.01	(64,320,676.58)
Equipment	(6,977,440.84)	(892,081.49)	287,829.51	(7,581,692.82)
Total Accumulated Depreciation	<u>(69,049,449.23)</u>	<u>(4,909,724.68) *</u>	<u>296,623.02</u>	<u>(73,662,550.89)</u>
Governmental Activities Capital Assets, Net	<u>\$ 86,214,739.14</u>	<u>\$ 1,902,652.06</u>	<u>\$ 9,058.97</u>	<u>\$ 88,126,450.17</u>

Note 8: CAPITAL ASSETS (CONT'D)

Capital asset activity for the fiscal year ended June 30, 2015 is as follows (cont'd):

	<u>Balance</u> <u>June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
Business-Type Activities:				
Equipment	\$ 1,340,707.81	\$ 40,603.43	\$ (4,607.00)	\$ 1,376,704.24
Less Accumulated Depreciation	<u>(1,204,571.81)</u>	<u>(33,365.76)</u>	<u>4,607.00</u>	<u>(1,233,330.57)</u>
Business-Type Activities Capital				
Assets, Net	<u>\$ 136,136.00</u>	<u>\$ 7,237.67</u>	<u>\$ -</u>	<u>\$ 143,373.67</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction Regular Programs	\$2,244,753.90
Instruction Special Programs	162,353.49
Support Services Students	35,484.76
Support Services General Administration	1,369,936.51
Support Services Plant Operations and Maintenance	812,815.37
Support Services Pupil Transportation	<u>284,380.65</u>
Total Depreciation Expense	<u>\$ 4,909,724.68</u>

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>

Note 9: PENSION PLANS (CONT'D)**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.

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

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

Teachers' Pension and Annuity Fund (Cont'd) - 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.

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.

Note 9: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****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 4.09% 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.

The School Districts' contractually required contribution rate for the fiscal year ended June 30, 2015 was 12.74% 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 \$1,773,247.00 for the fiscal year ended June 30, 2015. Employee contributions were \$973,926.73 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 \$164,003.97, and the School District recognized pension expense of \$88,767.65. There was \$19,077.73 in forfeitures during the fiscal year.

Note 9: PENSION PLANS (CONT'D)**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>298,420,346.00</u>
	<u>\$298,420,346.00</u>

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 \$16,057,816.00 in revenue and expense, in the Government-Wide Financial Statements, for the State of New Jersey on-behalf TPAF pension contributions.

Public Employees' Retirement System - At June 30, 2015, the School District reported a liability of \$38,331,292.00 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 .2047312625%, which was a decrease of .0053739683% from its proportion measured as of June 30, 2013.

For the fiscal year ended June 30, 2015, the School District recognized \$1,811,227.00, in the Government-Wide Financial Statements, for pension expense for PERS.

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) - 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	1,205,342.00	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	2,284,337.00
Changes in Proportion and Differences Between School District Contributions and Proportionate Share of Contributions	-	867,589.00
School District Contributions Subsequent to the Measurement Date	<u>1,773,247.00</u>	<u>-</u>
	<u>\$ 2,978,589.00</u>	<u>\$ 3,151,926.00</u>

\$1,773,247.00 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:

<u>Fiscal Year Ending June 30,</u>	<u>PERS</u>
2015	\$ (630,548.24)
2016	(630,548.24)
2017	(630,548.24)
2018	(630,548.24)
2019	399,728.33
Thereafter	<u>175,880.47</u>
	<u>\$ (1,946,584.15)</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)****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.

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.

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)**

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 Net Pension Liability Associated with the School District	<u>358,921,286.66</u>	<u>298,420,346.00</u>	<u>248,099,389.92</u>
	<u>\$ 358,921,286.66</u>	<u>\$ 298,420,346.00</u>	<u>\$ 248,099,389.92</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:

	PERS		
	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
School District's Proportionate Share of the Net Pension Liability	<u>\$ 48,222,070.23</u>	<u>\$ 38,331,291.75</u>	<u>\$ 30,025,555.00</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. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs and post-retirement medical costs were \$2,868,780.00 and \$4,554,190.00, 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 Ended June 30,</u>	<u>Employee Contributions</u>	<u>Interest Income</u>	<u>Claims Incurred</u>	<u>Ending Balance</u>
2015	\$ 127,670.30	\$ 3,786.73	\$ 35,470.33	\$ 1,009,690.14
2014	124,379.83	5,191.34	61,645.77	913,703.44
2013	119,192.27	6,171.94	80,000.52	845,778.04

Joint Insurance Pool - The School District is a member of the Gloucester, Cumberland, Salem School Districts Joint Insurance Fund (GCSSD JIF).

The Fund provides the School District with the following coverage:

- Property (Including earthquake and flood coverage)
- General Liability
- Commercial Crime
- Automobile Liability
- Workers' Compensation
- Boiler and Machinery
- Commercial Umbrella
- Educator's Legal Liability

Annual contributions to the Fund, including a reserve for contingencies, are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

Additional information regarding the Fund can be found at http://spelljif.com/new_about_gcssid.html.

Note 13: DEFERRED COMPENSATION

The School District offers its employees a choice of several 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:

Ameriprise
 AXA Equitable
 Hartford
 Lincoln Investment Planning, Inc.
 ASPIre Financial Services, LLC
 MetLife Resources
 Symetra Life Insurance Company
 Siracusa Benefits program
 AIG Variable Annuity Life Insurance (VALIC)
 VOYA

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 not be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward without supervisor approval. 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 and on the proprietary fund statement of net position was \$7,502,834.25 and \$157,230.82, respectively.

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	\$ 6,466,151.10	
Special Revenue		\$ 606,440.94
Capital Projects		2,751,355.65
Proprietary	15,119.57	972,530.91
Internal Service	6,467.67	15,946.42
Fiduciary		2,141,464.42
	<u>\$ 6,487,738.34</u>	<u>\$ 6,487,738.34</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>Transfers In:</u>		
	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Food Service Fund</u>
<u>Transfer Out:</u>			
General Fund	\$ (3,950,325.09)	\$ 3,026,300.06	
Capital Projects Fund	61,797.96	(61,797.96)	
Food Service Fund			\$ 924,025.03
Total Transfers	<u>\$ (3,888,527.13)</u>	<u>\$ 2,964,502.10</u>	<u>\$ 924,025.03</u>

During the fiscal year ended June 30, 2015, the general fund transferred \$3,026,300.06 to the capital projects fund for the local share of a capital project and \$924,025.03 to the food service enterprise fund as a board contribution to cover certain food service enterprise fund expenditures. Additionally, the capital projects fund transferred \$2,175.57 and \$59,622.39 to the general fund for interest earned on deposits and the local share of unexpended balances of completed capital projects, respectively.

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</u>
Hogan Security	6/30/15	\$ 708,200.00
Falasca Mechanical	8/6/14	52,783.64
Falasca Mechanical	8/6/14	61,263.80
Falasca Mechanical	7/1/14	42,786.46
Falasca Mechanical	7/1/14	46,023.08
Falasca Mechanical	7/1/14	66,981.87
Falasca Mechanical	7/1/14	<u>2,240.00</u>
		<u>\$ 980,278.85</u>

Note 19: 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 Legally Restricted Appropriations - In accordance with N.J.S.A. 18A:39-31, the School District has restricted \$2,633.00 and \$4,388.00 of school bus advertising revenue to be designated for utilization in the 2015-16 budget and the 2016-17 budget, respectively, to offset fuel costs.

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 \$4,500,582.21 presented on the budgetary basis of accounting (Exhibit C-1). Excluding the last state aid payments not recognized on a GAAP basis, there is no excess fund balance reported on the balance sheet at June 30, 2015 related to fiscal year 2014-2015. \$6,183,923.00 of excess fund balance generated during 2013-2014 has been restricted and designated for utilization in the 2015-2016 budget.

Note 19: FUND BALANCES**RESTRICTED (CONT'D)****General Fund (Cont'd)**

For Capital Reserve Account - As of June 30, 2015, the balance in the capital reserve account is \$3,212,953.20. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

Capital Projects Fund - As of June 30, 2015, \$1,135,044.64 of capital projects fund balance is restricted for future capital expenditures and \$118,179.67 is restricted for future debt service expenditures.

Debt Service Fund - In accordance with N.J.A.C. 6A:23A-8.6, a district board of education shall appropriate annually all debt service fund balances in the budget certified for taxes unless expressly authorized and documented by the voters in a bond referendum. As a result, the School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2016 \$39.91 of debt service fund balance at June 30, 2015.

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 \$3,516,077.00 of general fund balance at June 30, 2015. Additionally, \$99,418.78 of general fund balance at June 30, 2015 is required to be included as an anticipated revenue in a future year's budget. Of the \$99,418.78 designated for future year's budgets, \$39,796.39 resulted from Special Education Medicaid Initiative (SEMI) reimbursements received during 2014-2015 for previous fiscal year expenditures and \$59,622.39 resulted from the cancelation of unexpended capital projects originally funded by a capital outlay transfer.

Other Purposes - As of June 30, 2015, the School District had \$778,159.64 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

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, \$3,157,366.32 of general fund balance was unassigned as presented on the budgetary basis of accounting (Exhibit C-1). Excluding a portion of the last state aid payments not recognized on a GAAP basis, the unassigned general fund balance was \$2,855,104.53 as reported on the balance sheet as of June 30, 2015.

Note 20: 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 <u>June 30, 2014</u>	GASB 68 Implementation			Net Position As Restated <u>June 30, 2014</u>
		Net Pension Liability (1)	Deferred Outflows (2)	Accounts Payable (3)	
Governmental Activities:					
Net Investment in Capital Assets	\$ 64,446,940.49				\$ 64,446,940.49
Reserve for:					
Capital Projects	3,697,276.26				3,697,276.26
Other Purposes	8,230,416.56				8,230,416.56
Unrestricted (Deficit)	<u>(1,607,179.70)</u>	<u>\$ (40,155,284.00)</u>	<u>\$ 1,687,775.00</u>	<u>\$ (1,687,775.00)</u>	<u>(4,176,246.37)</u>
Total Net Position	<u>\$ 74,767,453.61</u>	<u>\$ (40,155,284.00)</u>	<u>\$ 1,687,775.00</u>	<u>\$ (1,687,775.00)</u>	<u>\$ 34,612,169.61</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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
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 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 79,319,457.00		\$ 79,319,457.00	\$ 79,319,457.00	
Tuition	270,000.00		270,000.00	493,668.86	\$ 493,668.86
Unrestricted Miscellaneous Revenue				417,188.65	147,188.65
Total - Local Sources	<u>79,589,457.00</u>	<u>-</u>	<u>79,589,457.00</u>	<u>80,230,314.51</u>	<u>640,857.51</u>
State Sources:					
Categorical Special Education Aid	4,519,182.00		4,519,182.00	4,519,182.00	
Equalization Aid	38,162,410.00		38,162,410.00	38,162,410.00	
Adjustment Aid	3,559,441.00		3,559,441.00	3,559,441.00	
Categorical Security Aid	747,449.00		747,449.00	747,449.00	
Categorical Transportation Aid	2,909,313.00		2,909,313.00	2,909,313.00	
PARCC Readiness Aid	73,560.00		73,560.00	73,560.00	
Per Pupil Aid	73,560.00		73,560.00	73,560.00	
Nonpublic School Transportation Aid				70,324.00	70,324.00
Tuition Reimbursements for Homeless Students				182,192.94	182,192.94
Extraordinary Special Education Costs Aid	900,000.00		900,000.00	1,341,380.00	441,380.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				4,121,960.36	4,121,960.36
On-behalf TPAF Pension Contributions (non-budgeted)				7,422,970.00	7,422,970.00
Total - State Sources	<u>50,944,915.00</u>	<u>-</u>	<u>50,944,915.00</u>	<u>63,183,742.30</u>	<u>12,238,827.30</u>
Federal Sources:					
Other Restricted Miscellaneous Revenues	94,999.00		94,999.00	98,961.09	3,962.09
Special Education Medicaid Initiative--ARRA				39,796.39	39,796.39
Special Education Medicaid Initiative	103,158.00		103,158.00	256,630.51	153,472.51
Total - Federal Sources	<u>198,157.00</u>	<u>-</u>	<u>198,157.00</u>	<u>395,387.99</u>	<u>197,230.99</u>
Total Revenues	<u>130,732,529.00</u>	<u>-</u>	<u>130,732,529.00</u>	<u>143,809,444.80</u>	<u>13,076,915.80</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
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 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES:					
GENERAL CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Kindergarten	\$ 793,529.00	\$ 70,000.00	\$ 863,529.00	\$ 857,286.45	\$ 6,242.55
Grades 1 - 5	11,507,180.00	(166,899.80)	11,340,280.20	11,018,232.16	322,048.04
Grades 6 - 8	10,124,159.00	(210,000.00)	9,914,159.00	9,705,031.21	209,127.79
Grades 9 - 12	11,522,927.00	(102,999.00)	11,419,928.00	11,359,867.16	60,060.84
Regular Programs - Home Instruction:					
Salaries of Teachers	120,000.00	(13,500.00)	106,500.00	99,127.00	7,373.00
Purchased Professional - Educational Services	162,920.00	13,500.00	176,420.00	159,391.14	17,028.86
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	669,882.00	(24,640.00)	645,242.00	643,406.20	1,835.80
Purchased Professional - Educational Services	2,253,000.00	(13,900.00)	2,239,100.00	2,124,661.87	128,338.13
Purchased Technical Services	304,864.00	(290,964.00)	14,900.00	213,229.00	77,735.00
Other Purchased Services (400-500 Series)	2,811,427.14	(339,207.52)	2,472,219.62	2,304,244.69	167,974.93
General Supplies	1,020,841.83	192,077.70	1,212,919.53	978,686.64	234,232.89
Textbooks	28,898.12	(0.50)	28,897.62	23,436.82	5,460.80
Other Objects	27,750.00		27,750.00		27,750.00
Total Regular Programs	41,347,378.09	(595,569.12)	40,751,808.97	39,486,600.34	1,265,208.63
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	1,236,370.00	1,000.00	1,237,370.00	1,237,094.21	275.79
Other Salaries for Instruction	14,777.00		14,777.00	14,715.80	61.20
General Supplies	48,326.69	(488.00)	47,838.69	46,177.95	1,660.74
Textbooks	2,657.00	1.00	2,658.00	381.16	2,276.84
Total - Learning and/or Language Disabilities	1,302,130.69	513.00	1,302,643.69	1,298,369.12	4,274.57

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Special Education (Cont'd):					
Behavioral Disabilities:					
Salaries of Teachers	\$ 334,723.00	\$ 15,541.00	\$ 350,264.00	\$ 350,262.30	\$ 1.70
Other Salaries for Instruction	21,840.00		21,840.00	21,523.77	316.23
General Supplies	6,877.59		6,877.59	6,866.26	11.33
Textbooks	826.00		826.00	792.80	33.20
Total - Behavioral Disabilities	364,266.59	15,541.00	379,807.59	379,445.13	362.46
Multiple Disabilities:					
Salaries of Teachers	277,052.00		277,052.00	261,559.97	15,492.03
Other Salaries for Instruction	31,462.00	(15,000.00)	16,462.00	15,973.52	488.48
General Supplies	35,052.08		35,052.08	32,983.58	2,068.50
Total - Multiple Disabilities	343,566.08	(15,000.00)	328,566.08	310,517.07	18,049.01
Resource Room/Center:					
Salaries of Teachers	8,194,761.00	(57,719.50)	8,137,041.50	8,137,034.89	6.61
Other Salaries for Instruction	346,543.00	(30,589.00)	315,954.00	315,951.32	2.68
Purchased Professional - Educational Services	180,000.00	54,694.00	234,694.00	234,693.71	0.29
Other Purchased Services (400-500 Series)	34,650.00	(7,872.52)	26,777.48	25,496.46	1,281.02
General Supplies	51,310.94	150,750.00	202,060.94	201,188.33	872.61
Textbooks	4,155.00	(1,500.00)	2,655.00	1,585.62	1,069.38
Total - Resource Room/Center	8,811,419.94	107,762.98	8,919,182.92	8,915,950.33	3,232.59
Autism:					
Salaries of Teachers	160,640.00		160,640.00	154,404.10	6,235.90
General Supplies	901.28		901.28	901.28	
Total - Autism	161,541.28	-	161,541.28	155,305.38	6,235.90
Preschool Disabilities - Part-time:					
Salaries of Teachers	251,717.00	(15,000.00)	236,717.00	225,633.80	11,083.20
Other Salaries for Instruction	97,311.00		97,311.00	97,137.88	173.12
General Supplies	19,808.00		19,808.00	19,615.29	192.71
Total - Preschool Disabilities - Part-Time	368,836.00	(15,000.00)	353,836.00	342,386.97	11,449.03
Total - Special Education	11,351,760.58	93,816.98	11,445,577.56	11,401,974.00	43,603.56

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
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	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Basic Skills/Remedial:					
Salaries of Teachers	\$ 2,604,236.00	\$ (1,376.69)	\$ 2,592,859.31	\$ 2,571,789.29	\$ 21,070.02
Other Salaries for Instruction	289,456.00		289,456.00	264,579.53	24,876.47
General Supplies	37,200.00		37,200.00	34,164.05	3,035.95
Other Objects	300.00		300.00	286.00	14.00
Total - Basic Skills/Remedial	2,931,192.00	(1,376.69)	2,919,815.31	2,870,818.87	48,996.44
Bilingual Education:					
Salaries of Teachers	185,633.00	(25,000.00)	160,633.00	152,990.00	7,643.00
Purchased Professional - Educational Services	3,500.00		3,500.00		3,500.00
Other Purchased Services (400-500 Series)	13,557.00	4,482.01	18,039.01	3,359.16	14,679.85
General Supplies	4,700.00		4,700.00	2,972.93	1,727.07
Total - Bilingual Education	207,390.00	(20,517.99)	186,872.01	159,322.09	27,549.92
School Sponsored Occurricular Activities - Instruction:					
Salaries	564,867.00	0.29	564,867.29	502,441.95	62,425.34
Purchased Services (300-500 Series)	3,650.00		3,650.00	2,306.99	1,343.01
Supplies and Materials	47,087.48	(127.47)	46,960.01	32,823.72	14,136.29
Other Objects	33,440.00	80.00	33,520.00	25,919.78	7,600.22
Total - School-Sponsored Activities - Instruction	649,044.48	(47.18)	648,997.30	563,492.44	85,504.86
School Sponsored Athletics - Instruction:					
Salaries	809,527.00	397.12	809,924.12	802,697.90	7,226.22
Purchased Services (300-500 Series)	154,538.00	(396.84)	154,141.16	112,596.17	41,544.99
Supplies and Materials	88,010.28	6,919.00	94,929.28	84,446.94	10,482.34
Other Objects	33,840.00		33,840.00	32,503.50	1,336.50
Total - School-Sponsored Athletics - Instruction	1,085,915.28	6,919.28	1,092,834.56	1,032,244.51	60,590.05
Other Instructional Programs - Instruction:					
Salaries	55,635.00	(0.25)	55,634.75	31,794.82	23,839.93
Total - Other Instructional Programs - Instruction	55,635.00	(0.25)	55,634.75	31,794.82	23,839.93

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
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	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Summer School - Instruction:					
Salaries	\$ 110,500.00		\$ 110,500.00	\$ 78,972.50	\$ 31,527.50
Other Salaries of Instruction	73,680.00		73,680.00	67,753.17	5,926.83
Total - Summer School - Instruction	184,180.00	-	184,180.00	146,725.67	37,454.33
Total - Instruction	57,812,495.43	\$ (526,774.97)	57,285,720.46	55,692,972.74	1,592,747.72
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	610,395.00	(225,105.00)	385,290.00	270,105.13	115,184.87
Tuition to Other LEAs Within the State-Special	198,747.00		198,747.00	135,900.00	62,847.00
Tuition to County Voc. School District - Regular	286,041.00		286,041.00	271,128.00	14,913.00
Tuition to CSSD & Regional Day Schools	2,599,801.00	(120,000.00)	2,479,801.00	2,392,304.65	87,496.35
Tuition to Private School for the Disabled - W/ State	5,169,948.00	(136,814.00)	5,033,134.00	4,171,905.94	861,228.06
Tuition - State Facilities	4,500.00		4,500.00	4,500.00	
Total Undistributed Expenditures - Instruction	8,869,432.00	(481,919.00)	8,387,513.00	7,245,843.72	1,141,669.28
Undistributed Expenditures - Attendance and Social Work Services:					
Salaries	391,584.00	(5,000.00)	386,584.00	372,615.27	13,968.73
Purchased Professional - Technical Services	82,595.00	(8,360.96)	74,234.04	67,859.98	6,374.06
Other Purchased Services (400-500 Series)	682.00	(0.40)	681.60	681.60	
Supplies and Materials	6,248.00	0.15	6,248.15	2,451.22	3,796.93
Other Objects	500.00		500.00	250.00	250.00
Total Undistributed Expenditures - Attendance and Social Work	481,609.00	(13,361.21)	468,247.79	443,858.07	24,389.72
Total Undistributed Expenditures - Health Services:					
Salaries	1,013,869.00	25,572.38	1,039,441.38	1,039,434.00	7.38
Purchased Professional - Technical Services	17,900.00	7,500.00	25,400.00	25,164.00	236.00
Other Purchased Services (400-500 Series)	753.00	545.00	1,298.00	1,147.96	150.04
Supplies and Materials	20,026.00	(3,246.92)	16,779.08	15,300.55	1,478.53
Other Objects	1,200.00		1,200.00	1,020.00	180.00
Total Undistributed Expenditures - Health Services	1,053,748.00	30,370.46	1,084,118.46	1,082,066.51	2,051.95

(Continued)

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	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures - Speech, OT, PT & Related Services:					
Salaries	\$ 1,616,820.00	\$ (1,335.50)	\$ 1,615,484.50	\$ 1,477,717.98	\$ 137,766.52
Supplies and Materials	20,400.00		20,400.00	20,297.68	102.32
Total Undistributed Expenditures - Speech, OT, PT & Related Services	1,637,220.00	(1,335.50)	1,635,884.50	1,498,015.66	137,868.84
Undistributed Expenditures - Other Support Students - Extra Services					
Salaries	1,844,249.00	123,263.00	1,967,512.00	1,708,076.13	259,435.87
Supplies and Materials					
Total Undistributed Expenditures - Other Support Students - Extra Services	1,844,249.00	123,263.00	1,967,512.00	1,708,076.13	259,435.87
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	2,537,342.00	(49,432.54)	2,487,909.46	2,389,654.41	98,255.05
Salaries of Secretarial and Clerical Assistants	117,842.00		117,842.00	111,179.88	6,662.12
Other Salaries	31,391.00	330.00	31,721.00	31,720.71	0.29
Purchased Professional - Educational Services	74,650.00	(2,000.00)	72,650.00	56,737.52	15,912.48
Other Purchased Professional and Technical Services	64,000.00	2,000.00	66,000.00	62,659.88	3,340.12
Other Purchased Services (400-500 Series)	71,077.00	(220.68)	70,856.32	6,727.43	64,128.89
Supplies and Materials	55,721.00	(301.76)	55,419.24	44,645.50	10,773.74
Other Objects	140.00		140.00	100.00	40.00
Total Undistributed Expenditures - Guidance	2,952,163.00	(49,624.98)	2,902,538.02	2,703,425.33	199,112.69
Undistributed Expenditures - Child Study Teams:					
Salaries of Other Professional Staff	2,549,010.00	(5,200.00)	2,543,810.00	2,463,125.78	80,684.22
Salaries of Secretarial and Clerical Assistants	384,075.00	5,200.00	389,275.00	386,160.40	3,114.60
Other Salaries	62,937.00		62,937.00	62,874.00	63.00
Purchased Professional - Educational Services	1,047,391.00	(58,167.00)	989,224.00	802,898.85	186,325.15
Other Purchased Professional and Technical Services	24,000.00		24,000.00	24,000.00	
Miscellaneous Purchased Services	38,088.00	8,132.18	46,220.18	32,146.14	14,074.04
Supplies and Materials	18,807.28	(7,700.00)	11,107.28	9,304.69	1,802.59
Other Objects	9,850.00	(4,286.75)	5,563.25	3,216.65	2,346.60
Total Undistributed Expenditures - Child Study Teams	4,134,158.28	(62,021.57)	4,072,136.71	3,783,726.51	288,410.20

(Continued)

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	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	\$ 568,361.00		\$ 568,361.00	\$ 493,178.48	\$ 75,182.52
Salaries of Other Professional Staff	212,977.00		212,977.00	149,052.66	63,924.34
Salaries of Secretarial and Clerical Assistants	246,351.00		246,351.00	246,190.08	160.92
Purchased Professional - Educational Services	850.00		850.00		850.00
Other Purchased Professional and Technical Services	250.00		250.00		250.00
Other Purchased Services	18,024.00	\$ 0.18	18,024.18	13,276.00	4,748.18
Supplies and Materials	61,443.29	(2,018.63)	59,424.66	24,401.20	35,023.46
Other Objects	28,035.00	50.00	28,085.00	15,051.00	13,034.00
Total Undistributed Expenditures - Improvement Instructional Services	1,136,291.29	(1,968.45)	1,134,322.84	941,149.42	193,173.42
Undistributed Expenditures - Educational Media/Library:					
Salaries	1,194,915.00	0.17	1,194,915.17		69,670.53
Salaries of Technology Coordinators	53,000.00	(38,241.00)	14,759.00	1,125,244.64	14,759.00
Purchased Professional - Technical Services	94,988.00	2,133.28	97,121.28		5,386.30
Other Purchased Services (400-500 Series)	75,306.00	(9.85)	75,296.15	91,734.98	1,875.55
Supplies and Materials	143,793.82	(711.35)	143,082.47	73,420.60	13,192.83
Other Objects	890.00	10.00	900.00	129,889.64	201.00
Total Undistributed Expenditures - Educational Media/Library	1,562,892.82	(36,818.75)	1,526,074.07	1,420,988.86	105,085.21
Undistributed Expenditures - Instructional Staff Training Services:					
Salaries of Other Professional Staff	211,813.00	(4,100.00)	207,713.00	17,038.50	190,674.50
Purchased Professional - Educational Services	246,918.00	4,900.00	251,818.00	176,466.00	75,352.00
Other Purchased Services (400-500 Series)	58,497.00	(180.00)	58,317.00	30,781.13	27,535.87
Supplies and Materials	10,766.95	(29.22)	10,737.73	10,066.93	670.80
Total Undistributed Expenditures - Instructional Staff Training Services	527,994.95	590.78	528,585.73	234,352.56	294,233.17

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Support Services General Administration:					
Salaries	\$ 343,337.00	\$ 40,407.00	\$ 383,744.00	\$ 382,238.77	\$ 1,505.23
Legal Services	250,000.00	279,800.00	529,800.00	448,651.85	81,148.15
Audit Fees	82,000.00	(8,000.00)	74,000.00	73,300.00	700.00
Other Purchased Professional Services	25,000.00	19,000.00	44,000.00	40,875.84	3,124.16
Purchased Technical Services	2,800.00	41,304.00	44,104.00	44,103.37	0.63
Communications/Telephone	241,754.00	(118,999.55)	122,754.45	104,896.02	17,858.43
Miscellaneous Purchased Services	86,349.00	(3,127.97)	83,221.03	78,439.27	4,781.76
General Supplies	22,300.45	(4,374.97)	17,925.48	17,595.76	329.72
BOE In-House Training/Meeting Supplies	2,800.00	1,000.35	3,800.35	3,600.46	199.89
Judgements Against the School District	7,610.00	10,500.00	10,500.00	10,500.00	0.00
Miscellaneous Expenditures	29,000.00	(4,000.00)	3,610.00	2,250.00	1,360.00
BOE Membership Dues and Fees	2,000.00	(2,000.00)	27,000.00	26,662.70	337.30
Total Undistributed Expenditures - Support Services General Administration	1,092,950.45	251,508.86	1,344,459.31	1,233,114.04	111,345.27
Undistributed Expenditures - Support Services School Administration:					
Salaries of Principals/Assist. Principals/Program Directors	2,738,664.00	(487.00)	2,738,177.00	2,738,172.00	5.00
Salaries of Other Professional Staff	1,285,731.00	81,490.00	1,367,221.00	1,367,219.91	1.09
Salaries of Secretarial and Clerical Assistants	2,089,034.00	(53,389.00)	2,035,645.00	2,035,640.44	4.56
Purchased Professional - Technical Services	142,975.00	(23,798.00)	119,177.00	119,175.75	1.25
Other Purchased Services (400-500 Series)	70,951.00	(9,658.00)	61,293.00	61,291.64	1.36
Supplies and Materials	21,050.00	(4,158.77)	16,891.23	16,886.42	4.81
Other Objects	31,800.00	(5,150.00)	26,650.00	26,649.84	0.16
Total Undistributed Expenditures - Support Services School Administration	6,380,205.00	(15,150.77)	6,365,054.23	6,365,036.00	18.23
Undistributed Expenditures - Central Services:					
Salaries	1,543,865.00	19,056.88	1,562,921.88	1,562,918.64	3.24
Purchased Professional Services	109,500.00	(31,000.00)	78,500.00	69,889.00	8,611.00
Purchased Technical Services	161,100.00	(14,731.00)	146,369.00	137,999.35	8,369.65
Miscellaneous Purchased Services	133,847.00	(73,983.66)	59,863.34	47,954.93	11,908.41
Supplies and Materials	65,085.87	(16,927.61)	48,158.26	32,983.67	15,174.59
Miscellaneous Expenditures	17,980.00	(8,000.00)	9,980.00	8,091.39	1,888.61
Total Undistributed Expenditures - Central Services	2,031,377.87	(125,585.39)	1,905,792.48	1,859,836.98	45,955.50

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Admin. Info. Technology:					
Salaries	\$ 708,770.00	\$ 35,064.86	\$ 743,834.86	\$ 743,832.66	\$ 2.20
Purchased Technical Services	287,478.00	54,348.00	341,826.00	332,137.55	9,688.45
Other Purchased Services (400-500 Series)	48,876.00	87,419.37	136,295.37	132,422.49	3,872.88
Supplies and Materials	53,455.00	4,812.58	58,267.58	39,016.72	19,250.86
Other Objects	725.00		725.00	450.00	275.00
Total Undistributed Expenditures - Admin. Info. Technology	1,099,304.00	181,644.81	1,280,948.81	1,247,859.42	33,089.39
Undistributed Expenditures - Required Maint. for School Facilities:					
Salaries	895,501.00		895,501.00	813,084.53	82,416.47
Cleaning, Repair & Maintenance Services	557,429.00	42,644.50	600,073.50	84,568.10	515,505.40
General Supplies	247,848.00	6,080.00	253,928.00	74,579.50	179,348.50
Total Undistributed Expenditures - Required Maint. for School Facilities	1,700,778.00	48,724.50	1,749,502.50	972,232.13	777,270.37
Undistributed Expenditures - Custodial Services:					
Salaries	3,104,118.00		2,939,525.00	2,866,138.16	73,386.84
Salaries of Non-Instructional Aides	566,080.00	(164,593.00)	566,080.00	520,217.24	45,862.76
Purchased Professional - Technical Services	203,822.00	(0.32)	203,821.68	130,964.92	72,856.76
Cleaning, Repair & Maintenance Services	499,730.75	291,376.27	791,107.02	233,755.55	557,351.47
Other Purchased Property Services	192,039.00	35,329.09	227,368.09	194,403.32	32,964.77
Insurance	396,483.00	(10,196.85)	386,286.15	377,064.67	9,221.48
Miscellaneous Purchased Services	1,000.00		1,000.00		1,000.00
General Supplies	540,332.29	256,733.95	797,066.24	516,733.58	280,332.66
Energy (Natural Gas)	418,996.00	25,806.62	444,802.62	444,795.50	7.12
Energy (Electricity)	2,662,466.00	(25,807.33)	2,636,658.67	2,303,904.51	332,754.16
Other Objects	22,000.00		22,000.00	13,899.00	8,101.00
Total - Custodial Services	8,607,067.04	408,648.43	9,015,715.47	7,601,876.45	1,413,839.02
Undistributed Expenditures - Care and Upkeep of Grounds:					
Salaries	202,998.00		308,591.00	269,650.98	38,940.02
Cleaning, Repair & Maintenance Services	147,000.00	105,593.00	147,000.00	142,075.46	4,924.54
General Supplies	86,498.40	418.00	86,916.40	66,245.80	20,670.60
Other Objects	700.00		700.00	235.00	465.00
Total Undistributed Expenditures - Care and Upkeep of Grounds	437,196.40	106,011.00	543,207.40	478,207.24	65,000.16

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Security:					
Salaries	\$ 223,231.00	\$ 4,447.00	\$ 227,678.00	\$ 227,524.35	\$ 153.65
Purchased Professional - Technical Services	1,000.00		1,000.00	713.89	286.11
Cleaning, Repair & Maintenance Services	4,590.00		4,590.00	500.00	4,090.00
General Supplies	23,650.40	(4,447.00)	19,203.40	15,885.72	3,317.68
Other Objects	5,000.00	5,000.00	5,000.00	5,000.00	
Total Undistributed Expenditures - Security	252,471.40	5,000.00	257,471.40	249,623.96	7,847.44
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation	1,828,083.00	(13,752.00)	1,814,331.00	1,814,328.97	2.03
(Between Home & School) - Regular					
Salaries for Pupil Transportation	82,345.00	17,000.00	99,345.00	97,051.69	2,293.31
(Between Home & School) - Special					
Salaries for Pupil Transportation	50,471.60	50,471.60	50,471.60	46,817.82	3,653.78
(Other Than Between Home & School)					
Management Fee - ESC Transportation Program	180,311.00	(19,979.57)	160,331.43	132,335.62	27,995.81
Other Purchased Professional and Technical Services	15,666.84		15,666.84	12,447.19	3,219.65
Cleaning, Repair & Maintenance Services	41,716.50		41,716.50	37,824.97	3,891.53
Lease Purchase Payments - School Buses	290,299.00	124,182.70	414,481.70	384,892.70	29,589.00
Contracted Services (Between Home & School) - Vendor	326,209.00	(190,000.00)	136,209.00	123,075.03	13,133.97
Contracted Services (Other than Between Home & School) - Vendor	282,850.00	(88,711.29)	194,138.71	122,977.58	71,161.13
Contracted Services (Special Ed Students) - Vendors	1,835,575.00	179,979.57	2,015,554.57	2,015,554.57	
Contracted Services - Aid in Lieu of Payments - Non Public Schools	210,000.00	30,000.00	240,000.00	231,764.54	8,235.46
Miscellaneous Purchased Services - Transportation	59,586.00	(0.28)	59,585.72	56,667.56	2,918.16
General Supplies	7,050.00	500.00	7,550.00	1,405.20	6,144.80
Transportation Supplies	592,088.02	27,717.69	619,805.71	583,146.26	36,659.45
Other Objects	4,520.00	775.00	5,295.00	4,835.00	460.00
Total Undistributed Expenditures - Student Transportation Services	5,756,299.36	118,183.42	5,874,482.78	5,665,124.70	209,358.08
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	1,765,327.00		1,765,327.00	1,661,923.08	103,403.92
Other Retirement Contributions - PERS	1,946,217.00	(98,000.00)	1,848,217.00	1,848,176.72	40.28
Workmen's Compensation	1,060,624.00	(14,300.38)	1,046,323.62	948,988.77	97,334.85
Health Benefits	19,955,487.00	(430,077.26)	19,525,409.74	17,892,935.92	1,632,473.82
Tuition Reimbursement	300,000.00	65,000.00	365,000.00	361,687.63	3,312.37
Other Employee Benefits	2,708,340.00	395,250.00	3,103,590.00	3,096,932.51	6,657.49
Total Unallocated Benefits - Employee Benefits	27,735,995.00	(82,127.64)	27,653,867.36	25,810,644.63	1,843,222.73

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Transfer to Charter Schools	\$ 183,781.00	\$ 120,000.00	\$ 303,781.00	\$ 262,155.00	\$ 41,626.00
Undistributed Expenditures- Non-budgeted: On-behalf TPAF Pension Contributions	-	-	-	7,422,970.00	(7,422,970.00)
Undistributed Expenditures - Non-budgeted Reimbursed TPAF Social Security Contributions	-	-	-	4,121,960.36	(4,121,960.36)
Total Undistributed Expenses	79,477,183.86	524,032.00	80,001,215.86	84,352,143.68	(4,350,927.82)
Total Current Expense	137,289,679.29	(2,742.97)	137,286,936.32	140,045,116.42	(2,758,180.10)
CAPITAL OUTLAY:					
Equipment: Undistributed Expenditures: Custodial Services	66,279.86	-	66,279.86	66,279.84	0.02
Total - Equipment	66,279.86	-	66,279.86	66,279.84	0.02
Facilities Acquisition and Construction Services: Construction Services Assessment for Debt Service on SDA Funding	2,601,985.14 182,956.00	(2,159,963.01)	442,022.13 182,956.00	288,044.14 182,956.00	153,977.99
Total - Facilities Acquisition and Construction Services	2,784,941.14	(2,159,963.01)	624,978.13	471,000.14	153,977.99
Assets Acquired Under Capital Leases (Non-Budgeted): Undistributed Expenditures: Lease Purchase Agreement - Principal	-	-	-	1,593,600.00	(1,593,600.00)
Total Capital Outlay	2,851,221.00	(2,159,963.01)	691,257.99	2,130,879.98	(1,439,621.99)
Total Expenditures	140,140,900.29	(2,162,705.98)	137,978,194.31	142,175,996.40	(4,197,802.09)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,408,371.29)	2,162,705.98	(7,245,665.31)	1,633,448.40	8,879,113.71

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Other Financing Sources (Uses):					
Transfer Out--Enterprise Funds	\$ (973,040.00)	\$ (2,741.57)	\$ (975,781.57)	\$ (924,025.03)	\$ 51,756.54
Transfer Out--Capital Reserve to Capital Projects Fund	(1,330,894.00)	(0.41)	(1,330,894.41)	(866,336.06)	464,558.35
Transfer In--Capital Projects Fund (Unexpended Capital Outlay Transfer)				59,622.39	59,622.39
Transfer In--Capital Projects Fund (Interest Earned on Capital Projects Fund)		(2,159,964.00)	(2,159,964.00)	2,175.57	2,175.57
Transfer Out--Capital Outlay to Capital Projects Fund				(22,447.00)	(22,447.00)
Refund of Prior Year Revenue--Audit Recovery				1,593,600.00	1,593,600.00
Capital Leases (Non-Budgeted)					
Total - Other Financing Sources (Uses)	<u>(2,303,934.00)</u>	<u>(2,162,705.98)</u>	<u>(4,466,639.98)</u>	<u>(2,317,374.13)</u>	<u>2,149,265.85</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(11,712,305.29)</u>	<u>-</u>	<u>(11,712,305.29)</u>	<u>(683,925.73)</u>	<u>11,028,379.56</u>
Fund Balances, July 1	<u>22,139,426.88</u>	<u>-</u>	<u>22,139,426.88</u>	<u>22,139,426.88</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 10,427,121.59</u>	<u>\$ -</u>	<u>\$ 10,427,121.59</u>	<u>\$ 21,455,501.15</u>	<u>\$ 11,028,379.56</u>
Recapitulation:					
Restricted:					
Capital Reserve				3,212,953.20	
Excess Surplus--Current Year				4,500,582.21	
Excess Surplus--Prior Year--Designated for Subsequent Year's Expenditures				6,183,923.00	
Legal Reserve--50% School Bus Advertising Revenue; Offset to Fuel Costs--Current Year				4,388.00	
Legal Reserve--50% School Bus Advertising Revenue; Offset to Fuel Costs--Prior Year				2,633.00	
Assigned:					
Year-End Encumbrances				778,159.64	
Designated for Subsequent Year's Expenditures:					
SEMI/ARRA				39,796.39	
2015-2016 Budget				3,516,077.00	
2016-2017 Budget				59,622.39	
Unassigned				<u>3,157,366.32</u>	
				21,455,501.15	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payments Not Recognized on GAAP Basis				<u>(4,802,844.00)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 16,652,657.15</u>	

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Revenue from Local Sources	-	\$ 63,203.96	\$ 63,203.96	\$ 45,614.29	\$ (17,589.67)
State Sources:					
Nonpublic Aid	\$ 95,403.00	28,020.00	123,423.00	29,532.94	(93,890.06)
Total - State Sources	95,403.00	28,020.00	123,423.00	29,532.94	(93,890.06)
Federal Sources:					
N.C.L.B.:					
Title I	338,655.00	232,672.00	571,327.00	510,044.30	(61,282.70)
Title II - Part A	138,982.00	41,379.00	180,361.00	176,130.50	(4,230.50)
Title III	14,229.00	3,706.00	17,935.00	15,408.45	(2,526.55)
I.D.E.A. Part B:					
Basic	1,640,401.00	559,639.00	2,200,040.00	1,879,555.90	(320,484.10)
Preschool	81,691.00	29,460.00	111,151.00	107,809.95	(3,341.05)
Carl D. Perkins Vocational and Technical Education Act of 1998 - Secondary	34,087.00	6,657.00	40,744.00	40,744.00	
Total - Federal Sources	2,248,045.00	873,513.00	3,121,558.00	2,729,693.10	(391,864.90)
Total Revenues	2,343,448.00	964,736.96	3,308,184.96	2,804,840.33	(503,344.63)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Budget Modifications</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 197,608.80	\$ 93,715.20	\$ 291,324.00	\$ 264,895.03	\$ 26,428.97
Other Salaries for Instruction	353,618.00	(9,498.55)	344,119.45	265,484.91	78,634.54
Purchased Professional Technical Services	328,938.00	(2,479.32)	326,458.68	255,842.68	70,616.00
Purchased Professional Educational Services	60,321.00	29,356.00	89,677.00	17,211.71	72,465.29
Tuition	688,855.00	199,637.00	888,492.00	847,186.75	41,305.25
General Supplies	215,192.20	178,403.30	393,595.50	361,846.45	31,749.05
Textbooks	8,905.00	330.00	9,235.00	3,012.75	6,222.25
Other Objects	1,000.00	7,524.00	8,524.00	5,603.63	2,920.37
Total Instruction	1,854,438.00	496,987.63	2,351,425.63	2,021,083.91	330,341.72
Support Services:					
Salaries	193,109.00	45,216.00	238,325.00	160,441.90	77,883.10
Personal Services--Employee Benefits	74,121.00	26,917.00	101,038.00	81,173.36	19,864.64
Purchased Professional Technical Services	88,500.00	292,929.00	381,429.00	348,343.82	33,085.18
Purchased Professional Educational Services	12,533.00	2,168.00	14,701.00	6,070.00	8,631.00
Miscellaneous Purchased Services	10,397.00	16,475.32	26,872.32	14,712.87	12,159.45
Travel		217.20	217.20	217.20	
General Supplies	75,350.00	69,626.81	144,976.81	129,981.97	14,994.84
Total Support Services	454,010.00	453,549.33	907,559.33	740,941.12	166,618.21
Facilities Acquisition and Construction Services:					
Instructional Equipment	35,000.00	14,200.00	49,200.00	42,815.30	6,384.70
Non-Instructional Equipment					
Total Facilities Acquisition and Construction Services	35,000.00	14,200.00	49,200.00	42,815.30	6,384.70
Total Expenditures	2,343,448.00	964,736.96	3,308,184.96	2,804,840.33	503,344.63
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 Note to Required Supplementary Information
 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	\$ 143,809,444.80	\$ 2,804,840.33
Differences - Budget to GAAP: Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		(36,313.49)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	4,810,237.00	
State aid payments recognized as revenue for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(4,802,844.00)</u>	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 143,816,837.80</u>	<u>\$ 2,768,526.84</u>
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 142,175,996.40	\$ 2,804,840.33
Differences - Budget to GAAP: Encumbrances for goods or services ordered but not received are reported in the year the orders are placed for budgetary purposes, but in the year the goods or services are received for financial reporting purposes.		<u>(36,313.49)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 142,175,996.40</u>	<u>\$ 2,768,526.84</u>

REQUIRED SUPPLEMENTARY INFORMATION
PART III

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

TOWNSHIP OF WASHINGTON 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	0.2047312625%	0.2101052308%
School District's Proportionate Share of the Net Pension Liability	\$ 38,331,292.00	\$ 40,155,284.00
School District's Covered-Employee Payroll	\$ 14,025,261.00	\$ 14,120,941.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	273.30%	284.37%
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.

TOWNSHIP OF WASHINGTON 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	\$ 1,773,247.00	\$ 1,687,775.00
Contributions in Relation to the Contractually Required Contribution	<u>(1,773,247.00)</u>	<u>(1,687,775.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>
School District's Covered-Employee Payroll	\$ 13,915,294.00	\$ 14,025,261.00
Contributions as a Percentage of School District's Covered-Employee Payroll	12.74%	12.03%

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.

TOWNSHIP OF WASHINGTON 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 Net Pension Liability Associated with the School District	<u>298,420,346.00</u>	<u>291,372,670.00</u>
	<u>\$ 298,420,346.00</u>	<u>\$ 291,372,670.00</u>
School District's Covered-Employee Payroll	\$ 57,902,522.00	\$ 52,993,523.00
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	515.38%	549.83%
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.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information
Schedule of 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.

TOWNSHIP OF WASHINGTON 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

TOWNSHIP OF WASHINGTON 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.					
	Title I	Title II Part A	Title III	NJ Non-Public Textbook Aid	NJ Non-Public Nursing Services Aid	Total Brought Forward
REVENUES:						
Federal Sources	\$ 2,729,693.10	\$ 176,130.50	\$ 15,408.45			\$ 2,028,109.85
State Sources	29,532.94					20,450.19
Local Sources	45,614.29					45,614.29
Total Revenues	2,804,840.33	176,130.50	15,408.45	3,012.75	6,070.00	2,094,174.33
EXPENDITURES:						
Instruction:						
Salaries of Teachers	264,895.03	76,981.00	2,368.00			42,862.18
Other Salaries for Instruction	265,484.91		4,728.57			162,939.47
Purchased Professional Technical Services	255,842.68		845.00			254,997.68
Purchased Professional Educational Services	17,211.71					17,211.71
Tuition	847,186.75					847,186.75
General Supplies	361,846.45		6,347.73			177,519.49
Textbooks	3,012.75			3,012.75		5,603.63
Other Objects	5,603.63					
Total Instruction	4,184,799.55	76,981.00	14,289.30	3,012.75	-	1,508,320.91
Support Services:						
Salaries	160,441.90	7,362.99				153,078.91
Personal Services--Employee Benefits	81,173.36	36,726.53	542.89			27,276.04
Purchased Professional Technical Services	348,343.82	6,200.00				297,353.82
Purchased Professional Educational Services	6,070.00				6,070.00	
Miscellaneous Purchased Services	14,712.87	918.00	576.26			6,632.62
Travel	217.20	217.20				
General Supplies	129,981.97	1,157.53				97,896.03
Total Support Services	740,941.12	99,149.50	1,119.15	-	6,070.00	582,237.42
Facilities Acquisition and Construction Services:						
Instructional Equipment	42,815.30	39,199.30				3,616.00
Non-Instructional Equipment						
Total Facilities Acquisition and Construction Services	42,815.30	39,199.30	-	-	-	3,616.00
Total Expenditures	2,804,840.33	176,130.50	15,408.45	3,012.75	6,070.00	2,094,174.33

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2015

	I. D. E. A. Part B				
	Total Carried Forward	Basic	Preschool	Carl D. Perkins Vocational and Technical Education Act of 1988-Secondary	Total Brought Forward
REVENUES:					
Federal Sources	\$ 2,028,109.85	\$ 1,879,555.90	\$ 107,809.95	\$ 40,744.00	\$ 20,450.19
State Sources	20,450.19				45,614.29
Local Sources	45,614.29				
Total Revenues	<u>2,094,174.33</u>	<u>1,879,555.90</u>	<u>107,809.95</u>	<u>40,744.00</u>	<u>66,064.48</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	42,862.18	42,862.18			
Other Salaries for Instruction	160,939.47	160,608.47			2,331.00
Purchased Professional Technical Services	254,997.68	237,080.00		8,777.68	9,140.00
Purchased Professional Educational Services	17,211.71				17,211.71
Tuition	847,186.75	767,113.80	80,072.95		
General Supplies	177,519.49	118,161.97	2,500.00	22,160.00	34,697.52
Textbooks					
Other Objects	5,603.63			5,149.00	454.63
Total Instruction	<u>1,508,320.91</u>	<u>1,325,826.42</u>	<u>82,572.95</u>	<u>36,086.68</u>	<u>63,834.86</u>
Support Services:					
Salaries	153,078.91	153,078.91			
Personal Services--Employee Benefits	27,276.04	27,276.04			
Purchased Professional Technical Services	297,353.82	272,116.82	25,237.00		
Purchased Professional Educational Services					
Miscellaneous Purchased Services	6,632.62			4,657.32	1,975.30
Travel					
General Supplies	97,896.03	97,641.71			254.32
Total Support Services	<u>582,237.42</u>	<u>550,113.48</u>	<u>25,237.00</u>	<u>4,657.32</u>	<u>2,229.62</u>
Facilities Acquisition and Construction Services:					
Instructional Equipment	3,616.00	3,616.00			
Non-Instructional Equipment					
Total Facilities Acquisition and Construction Services	<u>3,616.00</u>	<u>3,616.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>\$ 2,094,174.33</u>	<u>\$ 1,879,555.90</u>	<u>\$ 107,809.95</u>	<u>\$ 40,744.00</u>	<u>\$ 66,064.48</u>

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2015

	N.J. Nonpublic Auxiliary Services, Ch. 192, L. 1977		N.J. Nonpublic Handicapped Services, Ch. 193, L. 1977		Miscellaneous Local Grants			
	Total Carried Forward	Compensatory Education	Transportation and Maintenance	Examination and Classification	Corrective Speech	Supplementary Instruction	NJ Non-Public Technology Aid	
REVENUES:								
Federal Sources	\$ 20,450.19							
State Sources	45,614.29	\$ 3,045.72	\$ 1,566.48	\$ 1,620.86	\$ 11,838.90	\$ 706.23	\$ 1,672.00	\$ 45,614.29
Local Sources								
Total Revenues	66,064.48	3,045.72	1,566.48	1,620.86	11,838.90	706.23	1,672.00	45,614.29
EXPENDITURES:								
Instruction:								
Salaries of Teachers	2,331.00							2,331.00
Other Salaries for Instruction	9,140.00							9,140.00
Purchased Professional Technical Services	17,211.71	3,045.72		1,620.86	11,838.90	706.23		
Tuition							1,592.37	33,105.15
General Supplies	34,697.52							
Textbooks	454.63						79.63	375.00
Other Objects								
Total Instruction	63,834.86	3,045.72	-	1,620.86	11,838.90	706.23	1,672.00	44,951.15
Support Services:								
Salaries								
Personal Services--Employee Benefits								
Purchased Professional Technical Services								
Purchased Professional Educational Services	1,975.30		1,566.48					408.82
Miscellaneous Purchased Services	254.32							254.32
Travel								
General Supplies								
Total Support Services	2,229.62	-	1,566.48	-	-	-	-	663.14
Facilities Acquisition and Construction Services:								
Instructional Equipment								
Non-Instructional Equipment								
Total Facilities Acquisition and Construction Services	-	-	-	-	-	-	-	-
Total Expenditures	66,064.48	3,045.72	1,566.48	1,620.86	11,838.90	706.23	1,672.00	45,614.29

CAPITAL PROJECTS FUND

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

Project Title/Issue	Expenditures to Date			Other Financing Uses	Unexpended Balance June 30, 2015
	Appropriations	Prior Years	Current Year		
(a) Washington Township High School - Air Conditioning / Security / Athletics / Storage	\$ 9,615,076.00	\$ 9,495,442.82		\$ 1,453.51	\$ 118,179.67
(b) Washington Township High School - Science Labs	828,853.00	750,099.69			78,753.31
(c) Washington Township High School - Security Cameras	173,310.00	132,752.82		40,557.18	
(d) Washington Township High School - Roof	549,831.00	542,401.26		7,429.74	
(e) Washington Township High School - High Jump	98,875.00	92,887.60		5,987.40	
(f) Asbestos Abatement	130,978.68	123,758.72		7,219.96	
(g) Washington Township High School - Classroom Renovations	109,702.22	71,477.18		38,225.04	
(h) Washington Township High School - Overhangs	37,213.31	33,700.00		3,513.31	
(i) Whitman Elementary School - Asphalt Repair and Replacement	62,388.50	55,037.30		7,351.20	
(j) Washington Township High School - Roof	568,941.42	541,564.24		27,377.18	
(k) Birches Elementary School - Parking Lot Paving	203,629.00	171,383.79		32,245.21	
(l) Washington Township High School - Roof	501,607.33	494,317.35		7,289.98	
(m) Washington Township High School - Parking Lot Resurfacing	561,165.00	531,502.62		29,662.38	
(n) Operations - Replace Blacktop	79,135.00	76,951.25		2,183.75	
(o) Thomas Jefferson Elementary School - Replace Gym Foyer Doors	25,000.00	25,000.00	\$ 652,560.14		148,409.68
(p) Whitman Roof	999,770.00	198,800.18			33,978.99
(q) Grenloch Elementary School Roof Replacement	671,947.00		637,968.01		14,840.00
(r) Washington Township High School - Cooling Tower Replacement	236,600.00		221,760.00		115,506.58
(s) Bells Elementary School - Boiler Replacement	591,500.00		465,993.42		126,641.76
(t) Birches Elementary School - Boiler Replacement	581,500.00		454,858.24		247,882.68
(u) Washington Township High School - Boiler Replacement	1,490,547.00		1,242,664.32		131,638.50
(v) Wedgwood Elementary School - Boiler Replacement	678,800.00		547,161.50		156,237.45
(w) Whitman Elementary School - Boiler Replacement	679,800.00		523,562.55		70,481.50
(x) Bells Elementary School - Security Improvements	75,024.00		4,542.50		121,323.00
(y) Bunker Hill Middle School - Security Improvements	127,995.00		6,672.00		71,205.00
(z) Birches Elementary School - Security Improvements	75,000.00		3,795.00		120,188.00
(aa) Chestnut Ridge Middle School - Security Improvements	124,877.00		4,689.00		66,394.00
(ab) Grenloch Elementary School - Security Improvements	70,094.00		3,700.00		71,426.00
(ac) Hurffville Elementary School - Security Improvements	75,290.00		3,864.00		119,001.00
(ad) Orchard Valley Middle School - Security Improvements	123,777.00		4,776.00		71,630.00
(ae) Thomas Jefferson Elementary School - Security Improvements	75,507.00		3,877.00		70,883.00
(af) Wedgwood Elementary School - Security Improvements	75,000.00		4,117.00		71,006.00
(ag) Whitman Elementary School - Security Improvements	74,841.00		3,835.00		
	<u>\$ 20,363,574.46</u>	<u>\$ 13,337,076.82</u>	<u>\$ 4,790,395.68</u>	<u>\$ 210,495.84</u>	<u>\$ 2,025,606.12</u>

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

	Expenditures to Date		
Project Title/Issue	Prior Years	Current Year	Unexpended Balance June 30, 2015
Recapitulation:			
Restricted for Debt Service			\$ 118,179.67
Restricted for Capital Projects:			
Year-End Encumbrances			980,278.85
Designated for Subsequent Year's Expenditures			927,147.60
			\$ 2,025,606.12
Reconciliation to Governmental Funds Statements (GAAP):			
Restricted for Capital Projects			\$ 1,907,426.45
NJ Schools Development Authority Projects Revenue Not Recognized on GAAP Basis			(772,381.81)
Fund Balance per Governmental Funds (GAAP)			\$ 1,135,044.64
Unexpended Balances Canceled:			
SDA Grants Receivable Canceled	\$ 1,453.51		
Transfer to General Fund--Unexpended Capital Reserve Transfer	149,419.94		
Transfer to General Fund--Unexpended Capital Outlay Transfer	59,622.39		
	\$ 210,495.84		

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2015

Revenues:

State Sources--SCC/SDA Grant	\$ 2,727,149.00
Interest Earned on Deposits	<u>2,175.57</u>
 Total Revenues	 <u>2,729,324.57</u>

Expenditures:

Other Purchased Professional and Technical Services	321,035.88
Construction Services	<u>4,469,359.80</u>
 Total Expenditures	 <u>4,790,395.68</u>

Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,061,071.11)</u>
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Other Financing Sources and (Uses):

Unexpended Balances Canceled:	
Accounts Receivable	
Transfer from Capital Outlay	2,159,964.00
Transfer from Capital Reserve	866,336.06
SDA Grants Recievable Canceled	(1,453.51)
Transfers to General Fund:	
Transfers from Capital Outlay	(59,622.39)
Interest Earned on Deposits	<u>(2,175.57)</u>
 Total Other Financing Sources and Uses	 <u>2,963,048.59</u>

Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>901,977.48</u>
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Fund Balance -- July 1	<u>1,123,628.64</u>
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Fund Balance -- June 30	<u><u>\$ 2,025,606.12</u></u>
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(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2015

Recapitulation:

Restricted for Debt Service		\$ 118,179.67
Restricted for Capital Projects:		
Year-End Encumbrances	\$ 980,278.85	
Designated for Subsequent Year's Expenditures	<u>927,147.60</u>	
		<u>1,907,426.45</u>
		<u>\$ 2,025,606.12</u>

Reconciliation to Governmental Funds Statements (GAAP):

Restricted for Capital Projects		\$ 1,907,426.45
NJ Schools Development Authority Projects Revenue Not Recognized on GAAP Basis		<u>(772,381.81)</u>
Fund Balance per Governmental Funds (GAAP)		<u>\$ 1,135,044.64</u>

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Air Conditioning / Security / Athletics / Storage
 From 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--SCC/SDA Grant	\$ 3,345,967.00	\$ (1,453.51)	\$ 3,344,513.49	\$ 3,344,513.49
Bond Proceeds and Transfers	<u>6,269,109.00</u>	<u> </u>	<u>6,269,109.00</u>	<u>6,269,109.00</u>
Total Revenues	<u>9,615,076.00</u>	<u>(1,453.51)</u>	<u>9,613,622.49</u>	<u>9,613,622.49</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	590,637.64		590,637.64	699,822.60
Construction Services	<u>8,904,805.18</u>		<u>8,904,805.18</u>	<u>8,913,799.89</u>
Total Expenditures	<u>9,495,442.82</u>	<u>-</u>	<u>9,495,442.82</u>	<u>9,613,622.49</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 119,633.18</u>	<u>\$ (1,453.51)</u>	<u>\$ 118,179.67</u>	<u>\$ -</u>
Additional Project Information:				
Project Number	5500-010-05-0AIE			
Grant Date	10-26-2004			
Bond Authorization Date	3-16-2005			
Bonds Authorized	\$ 16,271,000.00			
Bonds Issued	\$ 16,271,000.00			
Original Authorized Cost	\$ 9,615,076.00			
Additional Authorized Cost	(1,453.51)			
Revised Authorized Cost	\$ 9,613,622.49			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	98.77%			
Original Target Completion Date	8-31-2006			
Revised Target Completion Date	12-31-2013			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Science Labs
 From 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--SCC/SDA Grant	\$ 430,963.00		\$ 430,963.00	\$ 430,963.00
Transfer from Capital Reserve	397,890.00		397,890.00	397,890.00
Total Revenues	<u>828,853.00</u>	<u>-</u>	<u>828,853.00</u>	<u>828,853.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	83,053.26		83,053.26	83,053.26
Construction Services	667,046.43		667,046.43	745,799.74
Total Expenditures	<u>750,099.69</u>	<u>-</u>	<u>750,099.69</u>	<u>828,853.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 78,753.31</u>	<u>\$ -</u>	<u>\$ 78,753.31</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-05-0ARU
Grant Date	12-22-2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,002,706.00
Additional Authorized Cost	(173,853.00)
Revised Authorized Cost	\$ 828,853.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	90.50%
Original Target Completion Date	08-25-2006
Revised Target Completion Date	12-31-2013

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Security Cameras
 From 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				
Transfer from Capital Reserve	\$ 173,310.00	\$ (40,557.18)	\$ 132,752.82	\$ 132,752.82
Total Revenues	<u>173,310.00</u>	<u>(40,557.18)</u>	<u>132,752.82</u>	<u>132,752.82</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	16,539.82		16,539.82	16,539.82
Construction Services	<u>116,213.00</u>		<u>116,213.00</u>	<u>116,213.00</u>
Total Expenditures	<u>132,752.82</u>	<u>-</u>	<u>132,752.82</u>	<u>132,752.82</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 40,557.18</u>	<u>\$ (40,557.18)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 173,310.00
Additional Authorized Cost	(40,557.18)
Revised Authorized Cost	\$ 132,752.82
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	08-31-2006
Revised Target Completion Date	12-31-2013

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Roof
 From 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--SCC/SDA Grant	\$ 229,824.00		\$ 229,824.00	\$ 229,824.00
Transfer from Capital Reserve	<u>320,007.00</u>	<u>\$ (7,429.74)</u>	<u>312,577.26</u>	<u>312,577.26</u>
Total Revenues	<u>549,831.00</u>	<u>(7,429.74)</u>	<u>542,401.26</u>	<u>542,401.26</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	17,976.75		17,976.75	17,976.75
Construction Services	<u>524,424.51</u>		<u>524,424.51</u>	<u>524,424.51</u>
Total Expenditures	<u>542,401.26</u>	<u>-</u>	<u>542,401.26</u>	<u>542,401.26</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 7,429.74</u>	<u>\$ (7,429.74)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-09-1001
Grant Date	7-31-2009
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 549,831.00
Additional Authorized Cost	(7,429.74)
Revised Authorized Cost	\$ 542,401.26
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	12-31-2011

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - High Jump
 From 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				
Bond Proceeds and Transfers	\$ 38,875.00		\$ 38,875.00	\$ 38,875.00
Transfer from Capital Reserve	60,000.00	\$ (5,987.40)	54,012.60	54,012.60
Total Revenues	98,875.00	(5,987.40)	92,887.60	92,887.60
Expenditures and Other Financing Uses				
Construction Services	92,887.60		92,887.60	92,887.60
Total Expenditures	92,887.60	-	92,887.60	92,887.60
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 5,987.40	\$ (5,987.40)	\$ -	\$ -

Additional Project Information:

Project Number	Unavailable
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 60,000.00
Additional Authorized Cost	32,887.60
Revised Authorized Cost	\$ 92,887.60
Percentage Increase over Original Authorized Cost	54.81%
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Asbestos Abatement
 From 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--SCC/SDA Grant	\$ 50,032.68		\$ 50,032.68	\$ 50,032.68
Bond Proceeds and Transfers	(9,054.00)		(9,054.00)	(9,054.00)
Transfer from Capital Reserve	90,000.00	\$ (7,219.96)	82,780.04	82,780.04
	<u>130,978.68</u>	<u>(7,219.96)</u>	<u>123,758.72</u>	<u>123,758.72</u>
Total Revenues				
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	8,554.81		8,554.81	8,554.81
Construction Services	115,203.91		115,203.91	115,203.91
	<u>123,758.72</u>	<u>-</u>	<u>123,758.72</u>	<u>123,758.72</u>
Total Expenditures				
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 7,219.96</u>	<u>\$ (7,219.96)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	Various
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 150,640.00
Additional Authorized Cost	(26,881.28)
Revised Authorized Cost	\$ 123,758.72
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	6-30-2013

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Classroom Renovations
 From 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--SCC/SDA Grant	\$ 28,947.22		\$ 28,947.22	\$ 28,947.22
Transfer from Capital Reserve	<u>80,755.00</u>	<u>\$ (38,225.04)</u>	<u>42,529.96</u>	<u>42,529.96</u>
Total Revenues	<u>109,702.22</u>	<u>(38,225.04)</u>	<u>71,477.18</u>	<u>71,477.18</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	10,716.18		10,716.18	10,716.18
Construction Services	<u>60,761.00</u>		<u>60,761.00</u>	<u>60,761.00</u>
Total Expenditures	<u>71,477.18</u>	<u>-</u>	<u>71,477.18</u>	<u>71,477.18</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 38,225.04</u>	<u>\$ (38,225.04)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-10-G1AB
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 135,167.00
Additional Authorized Cost	(63,689.82)
Revised Authorized Cost	\$ 71,477.18
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	6-30-2013

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Overhangs
 From 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--SCC/SDA Grant	\$ 10,713.31		\$ 10,713.31	\$ 10,713.31
Bond Proceeds and Transfers	4,420.00		4,420.00	4,420.00
Transfer from Capital Reserve	<u>22,080.00</u>	<u>\$ (3,513.31)</u>	<u>18,566.69</u>	<u>18,566.69</u>
Total Revenues	<u>37,213.31</u>	<u>(3,513.31)</u>	<u>33,700.00</u>	<u>33,700.00</u>
Expenditures and Other Financing Uses				
Construction Services	<u>33,700.00</u>		<u>33,700.00</u>	<u>33,700.00</u>
Total Expenditures	<u>33,700.00</u>	<u>-</u>	<u>33,700.00</u>	<u>33,700.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 3,513.31</u>	<u>\$ (3,513.31)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-10-G1AD
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 36,957.00
Additional Authorized Cost	(3,257.00)
Revised Authorized Cost	\$ 33,700.00
Percentage Increase over Original Authorized Cost	-8.81%
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Whitman Elementary School - Asphalt Repair and Replacement
 From 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				
Bond Proceeds and Transfers	\$ (22,847.50)		\$ (22,847.50)	\$ (22,847.50)
Transfer from Capital Reserve	<u>85,236.00</u>	<u>\$ (7,351.20)</u>	<u>77,884.80</u>	<u>77,884.80</u>
Total Revenues	<u>62,388.50</u>	<u>(7,351.20)</u>	<u>55,037.30</u>	<u>55,037.30</u>
Expenditures and Other Financing Uses				
Construction Services	<u>55,037.30</u>		<u>55,037.30</u>	<u>55,037.30</u>
Total Expenditures	<u>55,037.30</u>	<u>-</u>	<u>55,037.30</u>	<u>55,037.30</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 7,351.20</u>	<u>\$ (7,351.20)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 85,236.00
Additional Authorized Cost	(30,198.70)
Revised Authorized Cost	\$ 55,037.30
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Roof
 From 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--SCC/SDA Grant	\$ 218,941.42		\$ 218,941.42	\$ 218,941.42
Transfer from Capital Outlay	<u>350,000.00</u>	<u>\$ (27,377.18)</u>	<u>322,622.82</u>	<u>322,622.82</u>
Total Revenues	<u>568,941.42</u>	<u>(27,377.18)</u>	<u>541,564.24</u>	<u>541,564.24</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	41,878.24		41,878.24	41,878.24
Construction Services	<u>499,686.00</u>		<u>499,686.00</u>	<u>499,686.00</u>
Total Expenditures	<u>541,564.24</u>	<u>-</u>	<u>541,564.24</u>	<u>541,564.24</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 27,377.18</u>	<u>\$ (27,377.18)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-10-G1AF
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 585,754.00
Additional Authorized Cost	(44,189.76)
Revised Authorized Cost	\$ 541,564.24
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2011
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Birches Elementary School - Parking Lot Paving
 From 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				
Bond Proceeds and Transfers	\$ (6,938.00)		\$ (6,938.00)	\$ (6,938.00)
Transfer from Capital Outlay	<u>210,567.00</u>	<u>\$ (32,245.21)</u>	<u>178,321.79</u>	<u>178,321.79</u>
Total Revenues	<u>203,629.00</u>	<u>(32,245.21)</u>	<u>171,383.79</u>	<u>171,383.79</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services				
Construction Services	<u>171,383.79</u>		<u>171,383.79</u>	<u>171,383.79</u>
Total Expenditures	<u>171,383.79</u>	<u>-</u>	<u>171,383.79</u>	<u>171,383.79</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 32,245.21</u>	<u>\$ (32,245.21)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 210,567.00
Additional Authorized Cost	(39,183.21)
Revised Authorized Cost	\$ 171,383.79
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2012
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Roof
 From 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--SCC/SDA Grant	\$ 200,236.33		\$ 200,236.33	\$ 200,236.33
Bond Proceeds and Transfers	6,938.00		6,938.00	6,938.00
Transfer from Capital Reserve	294,433.00	\$ (7,289.98)	287,143.02	287,143.02
Total Revenues	<u>501,607.33</u>	<u>(7,289.98)</u>	<u>494,317.35</u>	<u>494,317.35</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	25,338.40		25,338.40	25,338.40
Construction Services	468,978.95		468,978.95	468,978.95
Total Expenditures	<u>494,317.35</u>	<u>-</u>	<u>494,317.35</u>	<u>494,317.35</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 7,289.98</u>	<u>\$ (7,289.98)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-10-G1AE
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 498,952.00
Additional Authorized Cost	(4,634.65)
Revised Authorized Cost	\$ 494,317.35
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2012
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Parking Lot Resurfacing
 From 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				
Bond Proceeds and Transfers	\$ (51,835.00)		\$ (51,835.00)	\$ (51,835.00)
Transfer from Capital Reserve	<u>613,000.00</u>	<u>\$ (29,662.38)</u>	<u>583,337.62</u>	<u>583,337.62</u>
Total Revenues	<u>561,165.00</u>	<u>(29,662.38)</u>	<u>531,502.62</u>	<u>531,502.62</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	33,226.02		33,226.02	33,226.02
Construction Services	<u>498,276.60</u>		<u>498,276.60</u>	<u>498,276.60</u>
Total Expenditures	<u>531,502.62</u>	<u>-</u>	<u>531,502.62</u>	<u>531,502.62</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 29,662.38</u>	<u>\$ (29,662.38)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 613,000.00
Additional Authorized Cost	(81,497.38)
Revised Authorized Cost	\$ 531,502.62
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6-30-2013
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Operations - Replace Blacktop
 From 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				
Bond Proceeds and Transfers	\$ 4,135.00		\$ 4,135.00	\$ 4,135.00
Transfer from Capital Reserve	<u>75,000.00</u>	<u>\$ (2,183.75)</u>	<u>72,816.25</u>	<u>72,816.25</u>
Total Revenues	<u>79,135.00</u>	<u>(2,183.75)</u>	<u>76,951.25</u>	<u>76,951.25</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	2,816.25		2,816.25	2,816.25
Construction Services	<u>74,135.00</u>		<u>74,135.00</u>	<u>74,135.00</u>
Total Expenditures	<u>76,951.25</u>	<u>-</u>	<u>76,951.25</u>	<u>76,951.25</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 2,183.75</u>	<u>\$ (2,183.75)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 75,000.00
Additional Authorized Cost	1,951.25
Revised Authorized Cost	\$ 76,951.25
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2013
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Thomas Jefferson Elementary School - Replace Gym Foyer Doors
 From 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				
Transfer from Capital Reserve	\$ 25,000.00	-	\$ 25,000.00	\$ 25,000.00
Total Revenues	25,000.00	-	25,000.00	25,000.00
Expenditures and Other Financing Uses				
Construction Services	25,000.00	-	25,000.00	25,000.00
Total Expenditures	25,000.00	-	25,000.00	25,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 25,000.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 25,000.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	12-31-2013
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Whitman Roof
 From 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--SCC/SDA Grant		\$ 399,908.00	\$ 399,908.00	\$ 399,908.00
Transfer from Capital Reserve	\$ 915,000.00	(315,138.00)	599,862.00	599,862.00
Total Revenues	<u>915,000.00</u>	<u>84,770.00</u>	<u>999,770.00</u>	<u>999,770.00</u>
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services	14,560.18	43,532.90	58,093.08	69,583.60
Construction Services	<u>184,240.00</u>	<u>609,027.24</u>	<u>793,267.24</u>	<u>930,186.40</u>
Total Expenditures	<u>198,800.18</u>	<u>652,560.14</u>	<u>851,360.32</u>	<u>999,770.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 716,199.82</u>	<u>\$ (567,790.14)</u>	<u>\$ 148,409.68</u>	<u>\$ -</u>
Additional Project Information:				
Project Number	5500-070-14-1018			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 915,000.00			
Additional Authorized Cost	84,770.00			
Revised Authorized Cost	\$ 999,770.00			
Percentage Increase over Original Authorized Cost	9.26%			
Percentage Completion	85.16%			
Original Target Completion Date	12-31-2014			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Grenloch Elementary School Roof Replacement
 From 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--SCC/SDA Grant		\$ 268,779.00	\$ 268,779.00	\$ 268,779.00
Transfer from Capital Reserve		300,894.00	300,894.00	300,894.00
Transfer from Capital Outlay		102,274.00	102,274.00	102,274.00
Total Revenues	-	671,947.00	671,947.00	671,947.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		25,124.01	25,124.01	55,904.28
Construction Services		612,844.00	612,844.00	616,042.72
Total Expenditures	-	637,968.01	637,968.01	671,947.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 33,978.99	\$ 33,978.99	\$ -
Additional Project Information:				
Project Number	5500-030-14-1011			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 671,947.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 671,947.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	94.94%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Cooling Tower Replacement
 From 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--SCC/SDA Grant		\$ 94,640.00	\$ 94,640.00	\$ 94,640.00
Transfer from Capital Outlay		141,960.00	141,960.00	141,960.00
Total Revenues	-	236,600.00	236,600.00	236,600.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		-		12,520.25
Construction Services		221,760.00	221,760.00	224,079.75
Total Expenditures	-	221,760.00	221,760.00	236,600.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 14,840.00	\$ 14,840.00	\$ -
Additional Project Information:				
Project Number	5500-010-14-1001			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 236,600.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 236,600.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	93.73%			
Original Target Completion Date	12-31-2014			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Bells Elementary School - Boiler Replacement
 From 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--SCC/SDA Grant		\$ 232,600.00	\$ 232,600.00	\$ 232,600.00
Transfer from Capital Reserve		348,900.00	348,900.00	348,900.00
Total Revenues	-	581,500.00	581,500.00	581,500.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		52,193.29	52,193.29	52,598.28
Construction Services		413,800.13	413,800.13	528,901.72
Total Expenditures	-	465,993.42	465,993.42	581,500.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 115,506.58	\$ 115,506.58	\$ -
Additional Project Information:				
Project Number	5500-025-14-1005			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 581,500.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 581,500.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	80.14%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Birches Elementary School - Boiler Replacement
 From 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--SCC/SDA Grant		\$ 232,600.00	\$ 232,600.00	\$ 232,600.00
Transfer from Capital Reserve		348,900.00	348,900.00	348,900.00
Total Revenues	-	581,500.00	581,500.00	581,500.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		48,338.26	48,338.26	52,425.24
Construction Services		406,519.98	406,519.98	529,074.76
Total Expenditures	-	454,858.24	454,858.24	581,500.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 126,641.76	\$ 126,641.76	\$ -
Additional Project Information:				
Project Number	5500-027-14-1009			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 581,500.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 581,500.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	78.22%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Washington Township High School - Boiler Replacement
 From 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--SCC/SDA Grant		\$ 596,219.00	\$ 596,219.00	\$ 596,219.00
Transfer from Capital Outlay		894,328.00	894,328.00	894,328.00
Total Revenues	-	1,490,547.00	1,490,547.00	1,490,547.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		57,745.55	57,745.55	135,049.69
Construction Services		1,184,918.77	1,184,918.77	1,355,497.31
Total Expenditures	-	1,242,664.32	1,242,664.32	1,490,547.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 247,882.68	\$ 247,882.68	\$ -
Additional Project Information:				
Project Number	5500-010-14-1002			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,490,547.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 1,490,547.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	83.37%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Wedgwood Elementary School - Boiler Replacement
 From 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--SCC/SDA Grant		\$ 271,520.00	\$ 271,520.00	\$ 271,520.00
Transfer from Capital Outlay		407,280.00	407,280.00	407,280.00
Total Revenues	-	678,800.00	678,800.00	678,800.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		23,978.35	23,978.35	61,383.42
Construction Services		523,183.15	523,183.15	617,416.58
Total Expenditures	-	547,161.50	547,161.50	678,800.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 131,638.50	\$ 131,638.50	\$ -
Additional Project Information:				
Project Number	5500-060-14-1016			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 678,800.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 678,800.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	80.61%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Whitman Elementary School - Boiler Replacement
 From 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--SCC/SDA Grant		\$ 271,920.00	\$ 271,920.00	\$ 271,920.00
Transfer from Capital Reserve		332,200.00	332,200.00	332,200.00
Transfer from Capital Outlay		75,680.00	75,680.00	75,680.00
Total Revenues	-	679,800.00	679,800.00	679,800.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		26,256.02	26,256.02	61,583.60
Construction Services		497,306.53	497,306.53	618,216.40
Total Expenditures	-	523,562.55	523,562.55	679,800.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 156,237.45	\$ 156,237.45	\$ -
Additional Project Information:				
Project Number	5500-070-14-1017			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 679,800.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 679,800.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	77.02%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Bells Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 30,010.00	\$ 30,010.00	\$ 30,010.00
Transfer from Capital Outlay		45,014.00	45,014.00	45,014.00
Total Revenues	-	75,024.00	75,024.00	75,024.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		4,542.50	4,542.50	6,638.57
Construction Services				68,385.43
Total Expenditures	-	4,542.50	4,542.50	75,024.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 70,481.50	\$ 70,481.50	\$ -
Additional Project Information:				
Project Number	5500-025-14-1006			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 75,024.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 75,024.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	6.05%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Bunker Hill Middle School - Security Improvements
 From 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--SCC/SDA Grant		\$ 51,198.00	\$ 51,198.00	\$ 51,198.00
Transfer from Capital Outlay		76,797.00	76,797.00	76,797.00
Total Revenues	-	127,995.00	127,995.00	127,995.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		6,672.00	6,672.00	11,445.00
Construction Services				116,550.00
Total Expenditures	-	6,672.00	6,672.00	127,995.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 121,323.00	\$ 121,323.00	\$ -
Additional Project Information:				
Project Number	5500-020-14-1004			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$	127,995.00		
Additional Authorized Cost	-			
Revised Authorized Cost	\$	127,995.00		
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.21%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Birches Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 30,000.00	\$ 30,000.00	\$ 30,000.00
Transfer from Capital Outlay		45,000.00	45,000.00	45,000.00
Total Revenues	-	75,000.00	75,000.00	75,000.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		3,795.00	3,795.00	6,737.84
Construction Services				68,262.16
Total Expenditures	-	3,795.00	3,795.00	75,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 71,205.00	\$ 71,205.00	\$ -
Additional Project Information:				
Project Number	5500-027-14-1008			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 75,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 75,000.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.06%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Chestnut Ridge Middle School - Security Improvements
 From 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--SCC/SDA Grant		\$ 49,951.00	\$ 49,951.00	\$ 49,951.00
Transfer from Capital Outlay		74,926.00	74,926.00	74,926.00
Total Revenues	-	124,877.00	124,877.00	124,877.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		4,689.00	4,689.00	11,161.50
Construction Services				113,715.50
Total Expenditures	-	4,689.00	4,689.00	124,877.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 120,188.00	\$ 120,188.00	\$ -
Additional Project Information:				
Project Number	5500-026-14-1007			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 124,877.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 124,877.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	3.75%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Grenloch Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 28,038.00	\$ 28,038.00	\$ 28,038.00
Transfer from Capital Outlay		42,056.00	42,056.00	42,056.00
Total Revenues	-	70,094.00	70,094.00	70,094.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		3,700.00	3,700.00	6,281.35
Construction Services				63,812.65
Total Expenditures	-	3,700.00	3,700.00	70,094.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 66,394.00	\$ 66,394.00	\$ -
Additional Project Information:				
Project Number	5500-030-14-1012			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 70,094.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 70,094.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.28%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Hurffville Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 30,116.00	\$ 30,116.00	\$ 30,116.00
Transfer from Capital Outlay		45,174.00	45,174.00	45,174.00
Total Revenues	-	75,290.00	75,290.00	75,290.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		3,864.00	3,864.00	6,753.57
Construction Services				68,536.43
Total Expenditures	-	3,864.00	3,864.00	75,290.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 71,426.00	\$ 71,426.00	\$ -
Additional Project Information:				
Project Number	5500-040-14-1013			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 75,290.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 75,290.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.13%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Orchard Valley Middle School - Security Improvements
 From 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--SCC/SDA Grant		\$ 49,511.00	\$ 49,511.00	\$ 49,511.00
Transfer from Capital Outlay		74,266.00	74,266.00	74,266.00
Total Revenues	-	123,777.00	123,777.00	123,777.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		4,776.00	4,776.00	11,161.50
Construction Services				112,615.50
Total Expenditures	-	4,776.00	4,776.00	123,777.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 119,001.00	\$ 119,001.00	\$ -
Additional Project Information:				
Project Number	5500-050-14-1014			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 123,777.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 123,777.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	3.86%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Thomas Jefferson Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 30,203.00	\$ 30,203.00	\$ 30,203.00
Transfer from Capital Outlay		45,304.00	45,304.00	45,304.00
Total Revenues	-	75,507.00	75,507.00	75,507.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		3,877.00	3,877.00	6,773.36
Construction Services				68,733.64
Total Expenditures	-	3,877.00	3,877.00	75,507.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 71,630.00	\$ 71,630.00	\$ -
Additional Project Information:				
Project Number	5500-028-14-1010			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 75,507.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 75,507.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.13%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Wedgwood Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 30,000.00	\$ 30,000.00	\$ 30,000.00
Transfer from Capital Outlay		45,000.00	45,000.00	45,000.00
Total Revenues	-	75,000.00	75,000.00	75,000.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		4,117.00	4,117.00	6,710.92
Construction Services				68,289.08
Total Expenditures	-	4,117.00	4,117.00	75,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 70,883.00	\$ 70,883.00	\$ -
Additional Project Information:				
Project Number	5500-060-14-1015			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 75,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 75,000.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.49%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Schedule of Project Revenues, Expenditures, Project Balance and Project Status
 Whitman Elementary School - Security Improvements
 From 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--SCC/SDA Grant		\$ 29,936.00	\$ 29,936.00	\$ 29,936.00
Transfer from Capital Outlay		44,905.00	44,905.00	44,905.00
Total Revenues	-	74,841.00	74,841.00	74,841.00
Expenditures and Other Financing Uses				
Salaries				
Other Purchased Professional and Technical Services		3,835.00	3,835.00	6,712.86
Construction Services				68,128.14
Total Expenditures	-	3,835.00	3,835.00	74,841.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 71,006.00	\$ 71,006.00	\$ -
Additional Project Information:				
Project Number	5500-070-14-1019			
Grant Date	9-11-2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 74,841.00			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 74,841.00			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	5.12%			
Original Target Completion Date	9-30-2015			
Revised Target Completion Date	N/A			

PROPRIETARY FUNDS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Net Position
 June 30, 2015

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele-Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
Current Assets:						
Cash and Cash Equivalents	\$ 810,330.73	\$ 271,837.96	\$ 9,955.40	\$ 271,593.94	\$ 177,572.74	\$ 1,541,290.77
Intergovernmental Accounts Receivable:						
State	3,225.10					3,225.10
Federal	136,697.04					136,697.04
Other Accounts Receivable	19,430.03	218.40	11,505.00	59,851.72		91,005.15
Interfund Accounts Receivable		13,359.57	1,760.00			15,119.57
Prepaid Expenses	8,580.00					8,580.00
Inventories	48,582.09					48,582.09
Total Current Assets	<u>1,026,844.99</u>	<u>285,415.93</u>	<u>23,220.40</u>	<u>331,445.66</u>	<u>177,572.74</u>	<u>1,844,499.72</u>
Noncurrent Assets:						
Equipment	1,175,520.74	37,999.90		119,431.60	43,752.00	1,376,704.24
Less Accumulated Depreciation	<u>(1,141,339.12)</u>	<u>(6,912.89)</u>		<u>(55,545.96)</u>	<u>(29,532.60)</u>	<u>(1,233,330.57)</u>
Total Noncurrent Assets	<u>34,181.62</u>	<u>31,087.01</u>	<u>-</u>	<u>63,885.64</u>	<u>14,219.40</u>	<u>143,373.67</u>
Total Assets	<u>1,061,026.61</u>	<u>316,502.94</u>	<u>23,220.40</u>	<u>395,331.30</u>	<u>191,792.14</u>	<u>1,987,873.39</u>

ASSETS:

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Net Position
 June 30, 2015

	Food Service	Child Care Program	Tele- Comm	Center for the Performing Arts	Drivers Education	Total
LIABILITIES:						
Current Liabilities:						
Compensated Absences Payable	\$ 14,195.82					\$ 14,195.82
Accounts Payable		\$ 96.50			\$ 195.18	291.68
Interfund Accounts Payable	562,770.26	101,592.62		\$ 308,168.03		972,530.91
Accrued Salaries and Benefits	27,235.05	3,661.95	\$ 3,170.13	8,563.05	6,200.00	48,830.18
Deposits Payable				5,868.50		5,868.50
Unearned Revenue	59,409.66					59,409.66
Total Current Liabilities	<u>663,610.79</u>	<u>105,351.07</u>	<u>3,170.13</u>	<u>322,599.58</u>	<u>6,395.18</u>	<u>1,101,126.75</u>
Noncurrent Liabilities:						
Compensated Absences Payable	136,588.66			6,446.34		143,035.00
Total Liabilities	<u>800,199.45</u>	<u>105,351.07</u>	<u>3,170.13</u>	<u>329,045.92</u>	<u>6,395.18</u>	<u>1,244,161.75</u>
NET POSITION:						
Net Investment in Capital Assets	34,181.62	31,087.01		63,885.64	14,219.40	143,373.67
Unrestricted	226,645.54	180,064.86	20,050.27	2,399.74	171,177.56	600,337.97
Total Net Position	<u>\$ 260,827.16</u>	<u>\$ 211,151.87</u>	<u>\$ 20,050.27</u>	<u>\$ 66,285.38</u>	<u>\$ 185,396.96</u>	<u>\$ 743,711.64</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Revenues, Expenses and Changes in Fund Net Position
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele-Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
OPERATING REVENUES:						
Charges for Services:						
Daily Sales - Reimbursable Programs	\$ 770,659.50					\$ 770,659.50
Daily Sales - Non-Reimbursable Programs	452,019.16		\$ 18,130.00			452,019.16
Other Activity Income				\$ 358,372.48		18,130.00
Admissions						358,372.48
Special Functions	25,480.22	\$ 143,066.00		186,225.00		25,480.22
Tuition						143,066.00
Rentals					\$ 69,975.00	186,225.00
Registration	31,331.94			29,896.56		69,975.00
Miscellaneous						61,228.50
Total Operating Revenues	1,279,490.82	143,066.00	18,130.00	574,494.04	69,975.00	2,085,155.86
OPERATING EXPENSES:						
Salaries	1,270,642.69	75,482.25	12,734.64	105,000.40	55,950.00	1,519,809.98
Employee Benefits	998,406.10			1,595.90		1,000,002.00
Repairs and Maintenance	35,904.47			11,420.05	2,062.75	49,387.27
Other Purchased Services		173.15		367,688.81	950.00	368,811.96
Communications/Telephone/Electric				28,814.44		28,814.44
Rental of Buildings		30,148.39		17,264.75		47,413.14
Travel	136.19					136.19
General Supplies	45,994.00	4,801.67		4,891.37	20.00	55,707.04
Depreciation	19,846.99	2,066.38		7,077.19	4,375.20	33,365.76
Cost of Sales	822,334.68					822,334.68
Miscellaneous	35,270.83	652.68		2,795.93		38,719.44
Total Operating Expenses	3,228,535.95	113,324.52	12,734.64	546,548.84	63,357.95	3,964,501.90
Operating Income (Loss)	(1,949,045.13)	29,741.48	5,395.36	27,945.20	6,617.05	(1,879,346.04)

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Revenues, Expenses and Changes in Fund Net Position
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele-Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
State Sources:						
State School Lunch Program	\$ 17,646.34					\$ 17,646.34
Federal Sources:						
National School Lunch Program	616,232.16					616,232.16
National School Breakfast Program	103,425.01					103,425.01
Special Milk Program	9,633.77					9,633.77
Food Distribution Program	139,987.84					139,987.84
Interest and Investment Revenue	<u>3,621.57</u>			<u>\$ 1,831.05</u>		<u>5,452.62</u>
Total Nonoperating Revenues (Expenses)	<u>890,546.69</u>	<u>-</u>	<u>-</u>	<u>1,831.05</u>	<u>-</u>	<u>892,377.74</u>
Income (Loss) before Contributions and Transfers	(1,058,498.44)	\$ 29,741.48	\$ 5,395.36	29,776.25	\$ 6,617.05	(986,968.30)
Donation of Capital Assets				19,327.50		19,327.50
Cancellation of Accounts Receivable	(332.29)					(332.29)
Transfer In - General Fund	<u>924,025.03</u>					<u>924,025.03</u>
Total Contributions and Transfers	<u>923,692.74</u>	<u>-</u>	<u>-</u>	<u>19,327.50</u>	<u>-</u>	<u>943,020.24</u>
Change in Net Position	(134,805.70)	29,741.48	5,395.36	49,103.75	6,617.05	(43,948.06)
Net Position -- July 1	<u>395,632.86</u>	<u>181,410.39</u>	<u>14,654.91</u>	<u>17,181.63</u>	<u>178,779.91</u>	<u>787,659.70</u>
Net Position -- June 30	<u>\$ 260,827.16</u>	<u>\$ 211,151.87</u>	<u>\$ 20,050.27</u>	<u>\$ 66,285.38</u>	<u>\$ 185,396.96</u>	<u>\$ 743,711.64</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele-Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from Customers	\$ 1,268,734.39	\$ 129,488.03	\$ 14,405.00	\$ 589,643.62	\$ 69,975.00	\$ 2,072,246.04
Payments to Employees	(1,244,170.30)	(76,077.05)	(11,733.02)	(100,790.83)	(55,822.00)	(1,488,593.20)
Payments for Employee Benefits	(1,002,412.03)					(1,002,412.03)
Payments to Suppliers	(951,642.94)	(37,918.98)		(433,017.04)	(2,978.26)	(1,425,557.22)
Net Cash Provided by (used for) Operating Activities	<u>(1,929,490.88)</u>	<u>15,492.00</u>	<u>2,671.98</u>	<u>55,835.75</u>	<u>11,174.74</u>	<u>(1,844,316.41)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:						
State Sources	19,071.18					19,071.18
Federal Sources	878,010.83					878,010.83
Operating Subsidies and Transfers to Other Funds	1,147,240.87	96,429.59	(617.19)	(101,918.36)		1,141,134.91
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>2,044,322.88</u>	<u>96,429.59</u>	<u>(617.19)</u>	<u>(101,918.36)</u>	<u>-</u>	<u>2,038,216.92</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Purchases of Capital Assets	-	-	-	(21,275.93)	-	(21,275.93)
Net Cash Used for Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(21,275.93)</u>	<u>-</u>	<u>(21,275.93)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest and Dividends	3,621.57	-	-	1,831.05	-	5,452.62
Net Cash Provided by (used for) Investing Activities	<u>3,621.57</u>	<u>-</u>	<u>-</u>	<u>1,831.05</u>	<u>-</u>	<u>5,452.62</u>
Net Increase (Decrease) in Cash and Cash Equivalents	118,453.57	111,921.59	2,054.79	(65,527.49)	11,174.74	178,077.20
Cash and Cash Equivalents -- July 1	691,877.16	159,916.37	7,900.61	337,121.43	166,398.00	1,363,213.57
Cash and Equivalents -- June 30	<u>\$ 810,330.73</u>	<u>\$ 271,837.96</u>	<u>\$ 9,955.40</u>	<u>\$ 271,593.94</u>	<u>\$ 177,572.74</u>	<u>\$ 1,541,290.77</u>

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2015

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele-Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Totals</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used)						
by Operating Activities:						
Operating Income (Loss)	\$ (1,949,045.13)	\$ 29,741.48	\$ 5,395.36	\$ 27,945.20	\$ 6,617.05	\$ (1,879,346.04)
Adjustments to Reconcile Operating Income (Loss) to Net Cash						
Provided by (used for) Operating Activities:						
Depreciation and Net Amortization	19,846.99	2,066.38		7,077.19	4,375.20	33,365.76
(Increase) Decrease in Inventories	(2,024.00)					(2,024.00)
(Increase) Decrease in Accounts Receivable	(12,212.59)	(13,577.97)	(3,725.00)	10,586.02		(18,929.54)
(Increase) Decrease in Prepaid Expenses	(8,580.00)					(8,580.00)
Increase (Decrease) in Accounts Payable	(1,398.77)	(2,143.09)		(141.69)	54.49	(3,629.06)
Increase (Decrease) in Accrued Salaries and Benefits	26,472.39	(594.80)	1,001.62	4,209.57	128.00	31,216.78
Increase (Decrease) in Deposits Payable	1,456.16			4,563.56		4,563.56
Increase (Decrease) in Unearned Revenue	(4,005.93)			1,595.90		1,456.16
Increase (Decrease) in Compensated Absences Payable						(2,410.03)
Total Adjustments	<u>19,554.25</u>	<u>(14,249.48)</u>	<u>(2,723.38)</u>	<u>27,890.55</u>	<u>4,557.69</u>	<u>35,029.63</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (1,929,490.88)</u>	<u>\$ 15,492.00</u>	<u>\$ 2,671.98</u>	<u>\$ 55,835.75</u>	<u>\$ 11,174.74</u>	<u>\$ (1,844,316.41)</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Governmental Activities - Internal Service Funds
 Combining Statement of Net Position
 June 30, 2015

	<u>Paper Supplies</u>	<u>District Printing</u>	<u>Total</u>
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 15,946.42		\$ 15,946.42
Other Accounts Receivable		\$ 2,515.00	2,515.00
Interfund Accounts Receivable		6,467.67	6,467.67
Total Current Assets	<u>15,946.42</u>	<u>8,982.67</u>	<u>24,929.09</u>
Total Assets	<u>15,946.42</u>	<u>8,982.67</u>	<u>24,929.09</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable		6,610.86	6,610.86
Interfund Accounts Payable	15,946.42		15,946.42
Accrued Salaries and Benefits		1,606.16	1,606.16
Total Current Liabilities	<u>15,946.42</u>	<u>8,217.02</u>	<u>24,163.44</u>
Total Liabilities	<u>15,946.42</u>	<u>8,217.02</u>	<u>24,163.44</u>
NET POSITION:			
Unrestricted	-	765.65	765.65
Total Net Position	<u>\$ -</u>	<u>\$ 765.65</u>	<u>\$ 765.65</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Governmental Activities - Internal Service Funds
 Combining Statement of Revenues, Expenses and Changes in Fund Net Position
 For the Fiscal Year Ended June 30, 2015

	<u>Paper Supplies</u>	<u>District Printing</u>	<u>Total</u>
OPERATING REVENUES:			
Charges for Services:			
Services Provided to Other Funds	\$ 169,200.51	\$ 23,120.69	\$ 192,321.20
Total Operating Revenues	<u>169,200.51</u>	<u>23,120.69</u>	<u>192,321.20</u>
OPERATING EXPENSES:			
Salaries		13,049.64	13,049.64
General Supplies	169,200.51	12,635.30	181,835.81
Total Operating Expenses	<u>169,200.51</u>	<u>25,684.94</u>	<u>194,885.45</u>
Operating Income (Loss)	<u>-</u>	<u>(2,564.25)</u>	<u>(2,564.25)</u>
Change in Net Position	-	(2,564.25)	(2,564.25)
Net Position -- July 1	<u>-</u>	<u>3,329.90</u>	<u>3,329.90</u>
Net Position -- June 30	<u>\$ -</u>	<u>\$ 765.65</u>	<u>\$ 765.65</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
 Governmental Activities - Internal Service Funds
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2015

	<u>Paper Supplies</u>	<u>District Printing</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 169,200.51	\$ 23,165.69	\$ 192,366.20
Payments to Employees		(12,165.87)	(12,165.87)
Payments to Suppliers	<u>(169,200.51)</u>	<u>(6,315.14)</u>	<u>(175,515.65)</u>
Net Cash Provided by (used for) Operating Activities	<u>-</u>	<u>4,684.68</u>	<u>4,684.68</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
Transfers to Other Funds	<u>(25,329.18)</u>	<u>(6,593.63)</u>	<u>(31,922.81)</u>
Net Cash Provided by Non-Capital Financing Activities	<u>(25,329.18)</u>	<u>(6,593.63)</u>	<u>(31,922.81)</u>
Net Increase in Cash and Cash Equivalents	(25,329.18)	(1,908.95)	(27,238.13)
Cash and Cash Equivalents -- July 1	<u>41,275.60</u>	<u>1,908.95</u>	<u>43,184.55</u>
Cash and Equivalents -- June 30	<u>\$ 15,946.42</u>	<u>\$ -</u>	<u>\$ 15,946.42</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ -	\$ (2,564.25)	\$ (2,564.25)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
(Increase) Decrease in Accounts Receivable		45.00	45.00
Increase (Decrease) in Accounts Payable		6,320.16	6,320.16
Increase (Decrease) in Accrued Salaries and Benefits		<u>883.77</u>	<u>883.77</u>
Total Adjustments	<u>-</u>	<u>7,248.93</u>	<u>7,248.93</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ -</u>	<u>\$ 4,684.68</u>	<u>\$ 4,684.68</u>

FIDUCIARY FUNDS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
FIDUCIARY FUNDS
 Combining Statement of Fiduciary Net Position
 June 30, 2015

	Private-Purpose Trust Funds	Agency Funds	
	Unemployment Compensation Trust	Scholarship Fund	Student Activity
		Vendors/ Bidders	Payroll
			Total
ASSETS:			
Cash and Cash Equivalents	\$ 1,011,445.97	\$ 23,168.86	\$ 404,004.60
Total Assets	1,011,445.97	23,168.86	\$ 2,943,577.97
			\$ 2,943,577.97
			\$ 4,402,824.40
LIABILITIES:			
Accounts Payable	1,755.83		1,755.83
Deposits Payable			20,627.00
Interfund Accounts Payable		\$ 20,627.00	\$ 2,141,464.42
Payable to Student Groups			404,004.60
Payroll Deductions and Withholdings			802,113.55
Total Liabilities	1,755.83	-	\$ 2,943,577.97
			3,369,965.40
NET POSITION:			
Held in Trust for:			
Unemployment Claims and			
Other Purposes	1,009,690.14		1,009,690.14
Scholarships		23,168.86	23,168.86
Total Net Position	\$ 1,009,690.14	\$ 23,168.86	\$ 1,032,859.00

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
FIDUCIARY FUNDS
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2015

	<u>Private-Purpose Trust Funds</u>		<u>Total</u>
	<u>Unemployment Compensation Trust</u>	<u>Scholarship Fund</u>	
ADDITIONS:			
Contributions:			
Employee Salary Deductions	\$ 127,670.30		\$ 127,670.30
Investment Earnings:			
Interest	<u>3,786.73</u>	<u>\$ 154.71</u>	<u>3,941.44</u>
Total Additions	<u>131,457.03</u>	<u>154.71</u>	<u>131,611.74</u>
DEDUCTIONS:			
Scholarships		500.00	500.00
Unemployment Claims	<u>35,470.33</u>		<u>35,470.33</u>
Total Deductions	<u>35,470.33</u>	<u>500.00</u>	<u>35,970.33</u>
Income (Loss) before Contributions and Transfers	<u>95,986.70</u>	<u>(345.29)</u>	<u>95,641.41</u>
Change in Net Position	95,986.70	(345.29)	95,641.41
Net Position -- July 1	<u>913,703.44</u>	<u>23,514.15</u>	<u>937,217.59</u>
Net Position -- June 30	<u>\$ 1,009,690.14</u>	<u>\$ 23,168.86</u>	<u>\$ 1,032,859.00</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
FIDUCIARY FUNDS
 Student Activity Agency Fund Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2015

	Balance June 30, 2014	Cash Receipts	Cash Disbursements	Balance June 30, 2015
ELEMENTARY SCHOOLS:				
Bells Elementary School	\$ 1,878.47	\$ 8,630.79	\$ 6,974.64	\$ 3,534.62
Birches Elementary School	1,028.38	9,072.31	7,095.64	3,005.05
Grenloch Elementary School	0.32	2,470.44	2,470.00	0.76
Hurffville Elementary School	817.76	8,074.72	7,506.17	1,386.31
Thomas Jefferson Elementary School	1,456.58	8,646.73	8,206.17	1,897.14
Wedgwood Elementary School	268.42	9,554.67	9,161.56	661.53
Whitman Elementary School	4,021.27	7,878.60	9,412.14	2,487.73
Total Elementary Schools	<u>9,471.20</u>	<u>54,328.26</u>	<u>50,826.32</u>	<u>12,973.14</u>
MIDDLE SCHOOLS:				
Bunker Hill School	39,397.33	53,251.14	63,004.93	29,643.54
Chestnut Ridge School	33,584.65	71,990.88	77,854.83	27,720.70
Orchard Valley School	46,869.52	75,054.08	79,043.55	42,880.05
Total Middle Schools	<u>119,851.50</u>	<u>200,296.10</u>	<u>219,903.31</u>	<u>100,244.29</u>
HIGH SCHOOLS:				
Washington Township High School	<u>282,288.74</u>	<u>1,320,891.14</u>	<u>1,312,392.71</u>	<u>290,787.17</u>
Total All Schools	<u>\$ 411,611.44</u>	<u>\$ 1,575,515.50</u>	<u>\$ 1,583,122.34</u>	<u>\$ 404,004.60</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
FIDUCIARY FUNDS
 Payroll Agency Fund Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
ASSETS:				
Cash and Cash Equivalents	<u>\$ 1,297,964.72</u>	<u>\$ 90,817,687.18</u>	<u>\$ 89,172,073.93</u>	<u>\$ 2,943,577.97</u>
Total Assets	<u>\$ 1,297,964.72</u>	<u>\$ 90,817,687.18</u>	<u>\$ 89,172,073.93</u>	<u>\$ 2,943,577.97</u>
LIABILITIES:				
Net Payroll, Payroll Deductions and Withholdings	\$ 1,267,311.23	\$ 88,676,222.76	\$ 89,141,420.44	\$ 802,113.55
Interfund Accounts Payable: Due to General Fund	<u>30,653.49</u>	<u>2,141,464.42</u>	<u>30,653.49</u>	<u>2,141,464.42</u>
Total Liabilities	<u>\$ 1,297,964.72</u>	<u>\$ 90,817,687.18</u>	<u>\$ 89,172,073.93</u>	<u>\$ 2,943,577.97</u>

LONG-TERM DEBT

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

	Date of Issue	Amount of Issue	Annual Maturities Date	Amount	Interest Rate	Balance June 30, 2014	Issued	Paid by Budget Appropriation	Balance June 30, 2015
Refunding Bonds, Series 2007	3/13/2007	\$ 8,040,000.00	3/1/2016	\$ 20,000.00	4.00%				
			3/1/2017	25,000.00	4.00%				
			3/1/2018	25,000.00	4.00%				
			3/1/2019	25,000.00	4.00%				
			3/1/2020	25,000.00	4.00%				
			3/1/2021	25,000.00	4.00%				
			3/1/2022	30,000.00	4.00%				
			3/1/2023	30,000.00	4.00%				
			3/1/2024	1,030,000.00	4.00%				
			3/1/2025	1,095,000.00	4.00%				
			3/1/2026	1,120,000.00	4.00%				
			3/1/2027	1,120,000.00	4.00%				
			3/1/2028	1,115,000.00	4.00%				
		3/1/2029	1,105,000.00	4.00%					
		3/1/2030	1,095,000.00	4.00%	\$ 7,905,000.00		\$ 20,000.00	\$ 7,885,000.00	
Refunding Bonds, Series 2012	4/3/2012	7,205,000.00	3/1/2016	545,000.00	3.00%				
			3/1/2017	795,000.00	2.00%				
			3/1/2018	815,000.00	4.00%				
			3/1/2019	845,000.00	2.00%				
			3/1/2020	865,000.00	2.25%				
			3/1/2021	880,000.00	2.50%				
		3/1/2022	885,000.00	2.75%					
		3/1/2023	920,000.00	3.00%	7,050,000.00		500,000.00	6,550,000.00	
Refunding Bonds, Series 2012	11/15/2012	9,095,000.00	2/1/2016	2,885,000.00	3.00%	5,890,000.00		3,005,000.00	2,885,000.00
						\$ 20,845,000.00	\$ -	\$ 3,525,000.00	\$ 17,320,000.00

TOWNSHIP OF WASHINGTON 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>Interest Rate Payable</u>	<u>Amount Outstanding June 30, 2014</u>	<u>Issued</u>	<u>Retired</u>	<u>Amount Outstanding June 30, 2015</u>
Buses, Instructional Equipment	9/17/14	5 years	\$ 1,593,600.00	\$ 50,758.52	1.31%	\$ 105,030.24	\$ 1,593,600.00	\$ 236,202.89	\$ 1,357,397.11
Buses, Instructional Equipment	7/30/10	5 years	495,438.00	45,467.78	2.55%	105,030.24		105,030.24	
Buses, Instructional Equipment	8/31/11	5 years	673,341.00	28,823.30	1.68%	309,434.01		136,090.52	173,343.49
Buses, Instructional Equipment	10/1/12	5 years	817,450.00	23,694.55	1.203%	535,393.61		162,513.62	372,879.99
Buses, Instructional Equipment	5/8/14	5 years	636,960.00	16,248.41	1.220%	569,966.21		118,399.62	451,566.59
						<u>\$ 1,519,824.07</u>	<u>\$ 1,593,600.00</u>	<u>\$ 758,236.89</u>	<u>\$ 2,355,187.18</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
DEBT SERVICE FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Budget Modifications</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative) Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 2,892,116.00		\$ 2,892,116.00	\$ 2,892,116.00	
Debt Service Aid Type II	1,222,763.00		1,222,763.00	1,222,763.00	
Total Revenues	<u>4,114,879.00</u>	<u>-</u>	<u>4,114,879.00</u>	<u>4,114,879.00</u>	<u>-</u>
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	683,050.00		683,050.00	683,050.00	
Redemption of Principal	3,525,000.00		3,525,000.00	3,525,000.00	
Total Regular Debt Service	<u>4,208,050.00</u>	<u>-</u>	<u>4,208,050.00</u>	<u>4,208,050.00</u>	<u>-</u>
Total Expenditures	<u>4,208,050.00</u>	<u>-</u>	<u>4,208,050.00</u>	<u>4,208,050.00</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(93,171.00)		(93,171.00)	(93,171.00)	
Fund Balance, July 1	93,210.91		93,210.91	93,210.91	
Fund Balance, June 30	<u>\$ 39.91</u>	<u>\$ -</u>	<u>\$ 39.91</u>	<u>\$ 39.91</u>	<u>\$ -</u>
Restricted for: Debt Service--Designated for Subsequent Year's Expenditures			<u>\$ 39.91</u>	<u>\$ 39.91</u>	<u>\$ -</u>

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.

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

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental Activities:										
Net Investment in Capital Assets	\$ 69,025,342.04	\$ 64,446,940.48	\$ 62,323,437.51	\$ 60,435,247.21	\$ 60,453,733.87	\$ 60,552,158.75	\$ 60,507,772.60	\$ 60,880,373.73	\$ 60,618,272.02	\$ 51,301,812.72
Restricted	10,538,941.84	11,927,692.82	10,527,028.29	8,022,759.07	4,538,516.56	5,410,889.68	6,744,753.75	5,041,089.74	5,927,598.88	5,912,639.37
Unrestricted	(40,620,212.15)	(1,607,179.70)	(920,295.05)	(2,178,649.98)	(858,737.91)	(7,074,050.38)	(8,404,148.63)	(8,119,096.17)	(7,849,549.39)	(6,592,704.91)
Total Governmental Activities Net Position	\$ 38,944,071.74	\$ 74,767,453.60	\$ 71,930,170.75	\$ 66,279,356.30	\$ 64,133,512.52	\$ 58,888,988.05	\$ 58,948,377.72	\$ 57,802,367.30	\$ 58,696,321.51	\$ 50,621,747.18
Business-type Activities:										
Net Investment in Capital Assets	\$ 143,373.67	\$ 136,136.00	\$ 133,639.63	\$ 176,297.66	\$ 393,503.49	\$ 446,394.05	\$ 511,764.69	\$ 515,057.35	\$ 578,259.79	\$ 527,378.02
Unrestricted	600,337.97	651,523.70	752,496.69	618,592.96	561,098.68	321,412.22	190,133.23	355,938.37	489,837.57	428,084.07
Total Business-type Activities Net Position	\$ 743,711.64	\$ 787,659.70	\$ 886,136.32	\$ 794,890.62	\$ 954,602.17	\$ 767,806.27	\$ 701,897.92	\$ 870,995.72	\$ 1,068,097.36	\$ 955,462.09
District-wide:										
Net Investment in Capital Assets	\$ 69,168,715.71	\$ 64,583,076.48	\$ 62,457,077.14	\$ 60,611,544.87	\$ 60,847,237.36	\$ 60,998,552.80	\$ 61,019,537.29	\$ 61,395,431.08	\$ 61,196,531.81	\$ 51,829,190.74
Restricted	10,538,941.84	11,927,692.82	10,527,028.29	8,022,759.07	4,538,516.56	5,410,889.68	6,744,753.75	5,041,089.74	5,927,598.88	5,912,639.37
Unrestricted	(40,019,874.18)	(955,656.00)	(167,798.36)	(1,560,057.02)	(297,639.23)	(6,752,638.16)	(8,214,015.40)	(7,763,157.80)	(7,359,711.82)	(6,164,620.84)
Total District-wide Net Position	\$ 39,687,783.38	\$ 75,555,113.30	\$ 72,816,307.07	\$ 67,074,246.92	\$ 65,088,114.69	\$ 59,656,804.32	\$ 59,550,275.64	\$ 58,673,363.02	\$ 59,764,418.87	\$ 51,577,209.27

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.

Source: CAFR Exhibit A-1

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

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 43,722,021.40	\$ 44,004,430.84	\$ 42,050,376.89	\$ 42,162,714.72	\$ 43,695,768.41	\$ 44,919,944.73	\$ 44,488,426.05	\$ 43,433,114.39	\$ 42,551,906.73	\$ 41,527,015.48
Special Education	11,564,327.49	11,141,900.52	10,493,192.58	10,060,166.77	9,724,995.77	9,787,644.22	9,329,619.75	9,199,871.40	9,178,162.35	8,567,904.89
Other Special Instruction	3,030,140.96	2,858,018.85	2,547,793.39	2,365,553.51	2,789,408.78	2,813,260.84	2,502,741.39	2,268,416.29	2,180,218.12	2,005,286.47
Other Instruction	1,774,257.44	1,735,106.22	1,692,158.85	1,637,331.97	1,485,034.34	1,665,929.36	1,544,359.78	1,510,131.99	1,471,769.51	1,422,234.73
Nonpublic School Programs										
Support Services:										
Tuition	7,245,843.72	7,028,827.24	7,238,858.59	7,004,602.42	7,025,817.29	7,036,003.77	6,023,732.04	5,066,776.45	4,474,338.74	4,227,893.61
Student and Instruction Related Services	14,586,188.19	14,697,982.66	14,698,725.64	13,962,117.38	13,486,238.14	14,680,979.36	13,186,655.14	13,327,449.12	12,900,988.56	12,544,597.24
Other Administrative Services	5,147,395.51	4,500,227.61	4,821,196.56	4,582,911.55	4,196,721.95	4,039,994.29	2,835,734.67	3,404,823.13	3,455,713.51	2,648,965.12
School Administrative Services	6,365,036.00	6,262,257.63	6,227,860.46	6,040,439.21	5,764,203.91	6,240,889.02	8,001,997.69	7,652,388.42	7,081,357.13	7,097,391.88
Plant Operations and Maintenance	10,114,755.15	10,534,499.72	10,541,146.01	10,561,029.62	9,962,421.94	9,814,795.92	9,907,778.47	10,323,803.31	10,246,349.56	10,400,840.64
Pupil Transportation	5,949,505.35	5,594,500.64	5,447,768.18	5,567,099.85	6,587,498.66	6,549,564.49	6,295,368.90	6,714,924.51	7,224,223.99	7,103,369.50
Unallocated Benefits	50,186,819.88	35,398,679.41	33,208,489.44	33,431,965.86	31,288,247.93	31,689,757.82	29,629,953.84	32,395,466.03	29,848,914.87	23,782,337.70
Transfer to Charter Schools	262,155.00	186,230.33	162,550.00	74,113.00	69,307.81	34,044.00				
Special Schools								64,844.70	69,392.57	61,569.52
Capital Outlay Items								15,405.23		
Interest on Long-term Debt	850,570.58	953,351.89	959,295.12	1,377,367.54	1,590,547.50	1,629,558.52	1,753,383.03	1,890,304.69	2,047,103.64	2,241,985.21
Other Administrative Services			320,612.43							
Amortization of Bond Issuance Costs				40,871.32	37,681.06	37,681.06	55,032.23	67,048.49	41,166.84	330,338.66
Total Governmental Activities Expenses	<u>160,799,016.67</u>	<u>144,896,013.56</u>	<u>140,410,024.14</u>	<u>138,869,075.72</u>	<u>137,663,893.49</u>	<u>140,940,047.40</u>	<u>135,619,627.68</u>	<u>137,348,443.41</u>	<u>132,771,606.12</u>	<u>123,961,730.85</u>
Business-Type Activities:										
Food Service	3,228,535.95	3,350,498.35	3,184,209.69	3,371,602.00	3,461,415.69	3,973,127.99	3,894,980.21	4,075,430.79	3,863,391.66	3,645,245.90
Child Care Program	113,324.52	133,750.22	128,462.66	96,330.50	81,667.59	89,063.15	95,543.03	83,810.22	86,561.60	70,574.11
TeleCommunications	12,734.64	13,033.88	14,357.32	13,426.27	11,026.46	14,626.93	16,023.98	15,122.90	13,877.77	17,963.20
Music Technology									5,676.61	3,973.72
Center for the Performing Arts	546,548.84	541,744.37	588,632.41	437,446.61	371,797.71	137,882.85	175,282.98	191,613.65	190,074.03	225,486.36
Drivers Education	63,357.95	60,689.90	59,382.63	58,205.04	64,368.40	79,195.30	88,900.90	87,412.74	99,151.86	99,151.86
Tech Crew							4,192.54	6,382.05	2,584.77	3,477.65
Total Business-Type Activities Expense	<u>3,964,501.90</u>	<u>4,089,716.72</u>	<u>3,975,044.71</u>	<u>3,977,010.42</u>	<u>3,990,275.85</u>	<u>4,293,896.22</u>	<u>4,274,933.64</u>	<u>4,459,772.35</u>	<u>4,255,030.69</u>	<u>4,065,872.80</u>
Total District Expenses	<u>\$ 164,763,518.57</u>	<u>\$ 148,985,730.28</u>	<u>\$ 144,385,068.85</u>	<u>\$ 142,846,086.14</u>	<u>\$ 141,654,169.34</u>	<u>\$ 145,233,943.62</u>	<u>\$ 139,894,561.32</u>	<u>\$ 141,808,215.76</u>	<u>\$ 137,026,636.81</u>	<u>\$ 128,027,603.45</u>
Component Unit Expenses:										
Washington Township Live Arts (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,528.00	\$ 170,607.03	\$ 50,394.54	\$ 566,881.48	\$ 1,083,367.00

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

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Program Revenues:										
Governmental Activities:										
Charges for Services	\$ 192,321.20	\$ 163,207.95	\$ 192,050.20	\$ 191,032.91	\$ 232,720.14	\$ 227,647.85	\$ 212,974.59	\$ 140,367.11	\$ 82,105.00	\$ 168,261.46
Operating Grants and Contributions	27,658,156.59	13,995,741.00	15,039,055.87	13,365,439.79	12,886,398.30	13,112,739.47	11,964,334.46	15,021,684.20	15,269,522.34	8,505,618.52
Capital Grants and Contributions							10,560.00	35,650.69		2,910.00
Total Governmental Activities Program Revenues	27,850,477.79	14,158,948.95	15,231,106.07	13,576,472.70	13,119,118.44	13,340,387.32	12,187,869.05	15,197,702.00	15,351,627.34	8,676,789.98
Business-Type Activities:										
Charges for services:										
Food Service	1,279,490.82	1,433,997.37	1,625,864.21	1,848,745.20	2,026,790.51	2,147,889.92	2,329,771.26	2,396,407.24	2,466,472.06	2,283,203.21
Child Care Program	143,066.00	170,387.77	163,562.08	153,650.18	148,200.16	170,349.28	111,772.96	94,938.87	107,078.59	99,009.27
Telecommunications	18,130.00	16,605.00	16,950.00	16,983.00	14,270.00	13,560.00	16,040.00	15,596.00	15,679.00	17,294.71
Music Technology									1,872.50	3,203.45
Center for the Performing Arts	574,494.04	546,878.07	641,805.17	387,992.23	379,909.65	136,993.50	104,223.88	175,024.38	175,484.48	184,987.94
Drivers Education	69,975.00	66,750.00	68,988.00	66,825.00	69,985.00	86,850.00	94,950.00	120,150.00	113,175.00	123,773.00
Tech Crew						2,966.34	4,192.54	5,521.87	2,649.85	2,906.62
Operating Grants and Contributions	866,925.12	820,318.58	800,560.21	815,177.50	755,096.48	790,312.21	669,190.37	665,092.36	596,962.71	558,230.52
Total Business-Type Activities Program Revenues	2,972,080.98	3,054,936.79	3,317,749.67	3,289,383.11	3,394,251.80	3,351,121.25	3,330,141.01	3,472,730.72	3,479,394.19	3,272,608.72
Total District Program Revenues	\$ 30,822,558.77	\$ 17,213,885.74	\$ 18,548,855.74	\$ 16,865,855.81	\$ 16,513,370.24	\$ 16,691,508.57	\$ 15,518,010.06	\$ 18,670,432.72	\$ 18,831,021.53	\$ 11,949,398.70
Component Unit Program Revenues:										
Washington Township Live Arts (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,291.49	\$ 63,029.00	\$ 77,917.97	\$ 526,470.09	\$ 1,047,787.77
Net (Expense) / Revenue:	\$ (132,948,538.87)	\$ (130,737,064.61)	\$ (125,178,918.07)	\$ (125,292,603.02)	\$ (124,544,775.04)	\$ (127,599,660.08)	\$ (123,431,758.63)	\$ (122,150,741.41)	\$ (117,419,978.78)	\$ (115,284,940.67)
Governmental Activities	(992,420.92)	(1,044,779.93)	(657,295.04)	(687,627.31)	(596,024.05)	(942,774.97)	(944,792.63)	(987,041.63)	(775,636.50)	(793,264.08)
Business-Type Activities	(133,940,959.79)	(131,781,844.54)	(125,836,213.11)	(125,980,230.33)	(125,140,799.09)	(128,542,435.05)	(124,376,551.26)	(123,137,785.04)	(118,195,615.28)	(116,078,204.75)
Total District-wide Net Expense	\$ -	\$ 38,763.49	(107,578.03)	\$ 27,523.43	\$ (40,411.39)	\$ (35,579.23)				
Component Unit Net Expense										
Washington Township Live Arts (1)										

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

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes	\$ 79,319,457.00	\$ 76,572,161.00	\$ 74,973,363.00	\$ 70,578,295.00	\$ 74,938,763.00	\$ 68,819,137.00	\$ 68,532,821.00	\$ 62,809,163.00	\$ 59,324,899.00	\$ 53,703,975.00
Taxes Levied for Debt Service	2,892,116.00	3,062,028.00	3,314,529.00	3,408,971.00	3,504,520.00	3,244,078.00	3,354,805.00	3,311,010.00	3,302,043.00	3,498,648.00
Federal and State Aid	55,015,059.95	52,494,962.97	52,220,072.16	54,633,003.06	51,292,616.88	55,669,670.95	53,085,224.16	54,559,925.54	62,336,000.25	61,206,420.51
Unrestricted Interest Earnings	87,490.12	105,291.43	254,184.63	108,823.74	42,214.27	97,811.12	287,728.58	380,139.53	579,344.25	801,644.86
Miscellaneous Income	902,184.52	1,934,751.85	880,533.89	840,494.87	918,563.29	595,508.71	338,138.69	969,486.29	625,803.69	481,185.80
Refund of Prior Year Revenue	(22,447.00)	(344.00)	(971.69)							
Cancellation of Prior Year Accounts Payable	(1,463.51)	344.00	(26,790.69)	(34,751.00)	(98,051.63)					
Cancellation of Prior Year Accounts Receivable		(25,000.89)								
Donation of Assets	9,058.97	18,410.00	(47,038.39)	(2,695.00)	(8,205.28)	(1,196.76)	(289,977.22)	(13,759.83)	(4,773.86)	773,391.85
Gain/(Loss) on Disposal of Capital Assets		341,434.91								(300,000.00)
Change in Accounting Principal										(797,711.55)
Litigation Settlement	(924,025.03)	(929,691.81)	(738,149.39)	(723,851.14)	(801,131.01)	(984,728.61)	(810,971.16)	(759,179.33)		(420,757.32)
Transfers	137,280,441.02	133,574,347.46	130,829,732.52	128,808,290.53	129,789,289.52	127,640,280.41	124,477,769.05	121,256,787.20	125,838,986.63	119,271,316.85
Total Governmental Activities	\$ 137,280,441.02	\$ 133,574,347.46	\$ 130,829,732.52	\$ 128,808,290.53	\$ 129,789,289.52	\$ 127,640,280.41	\$ 124,477,769.05	\$ 121,256,787.20	\$ 125,838,986.63	\$ 119,271,316.85
Business-Type Activities:										
Unrestricted Interest Earnings	5,452.62	5,486.20	10,391.35	3,547.63	1,916.43	5,488.65	8,981.67	30,760.66	46,230.22	46,426.61
Miscellaneous Income		11,125.30		(758.06)						
Gain on Sale of Capital Assets	19,327.50			(2,713.93)	(20,227.49)	(1,761.43)				
Donation of Assets	(332.29)			723,851.14	801,131.01	1,004,956.10				
Accounts Receivable Canceled	924,025.03	929,691.81	738,149.39							
Transfers	948,472.86	946,303.31	748,540.74	723,926.78	762,819.95	1,008,683.32	775,694.83	789,939.99	843,941.77	467,183.93
Total Business-Type Activities	\$ 138,228,913.88	\$ 134,520,650.77	\$ 131,578,273.26	\$ 129,532,217.31	\$ 130,572,109.47	\$ 128,648,963.73	\$ 125,253,463.88	\$ 122,046,727.19	\$ 126,682,938	\$ 119,738,501
Total District-wide	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Component Unit:										
Washington Township Live Arts (1)										
Change in Net Position:	\$ 4,331,902.14	\$ 2,837,282.85	\$ 5,650,814.45	\$ 3,515,687.51	\$ 5,244,514.47	\$ 40,620.33	\$ 1,046,010.42	\$ (893,954.21)	\$ 8,419,017.85	\$ 3,986,376.18
Governmental Activities	(43,948.06)	(88,476.62)	91,245.70	96,299.47	186,795.90	65,908.35	(169,097.80)	(197,101.64)	66,305.27	(326,080.15)
Business-Type Activities	\$ 4,287,954.08	\$ 2,738,806.23	\$ 5,742,060.15	\$ 3,551,986.98	\$ 5,431,310.37	\$ 106,528.68	\$ 876,912.62	\$ (1,091,055.85)	\$ 8,487,323.12	\$ 3,660,296.03
Total District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,656.00	\$ (107,578.03)	\$ 27,523.43	\$ (40,411.39)	\$ (35,579.23)
Component Unit:										
Washington Township Live Arts (1)										

(1) On June 28, 2010, the component unit was dissolved and absorbed by the School District as part of the District's Center for Performing Arts Enterprise Fund.

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.

Source: CAFR Exhibit A-2

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

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011 (1)	2010	2009	2008	2007	2006
General Fund:										
Reserved						\$ 5,392,092.95	\$ 3,725,229.60	\$ 828,148.53	\$ 1,309,850.67	\$ 1,481,696.70
Unreserved						354,621.92	2,078,606.92	3,836,880.82	3,401,422.67	3,316,970.05
Restricted	\$ 9,403,897.20	\$ 10,804,064.18	\$ 9,949,186.54	\$ 7,107,643.24	\$ 3,191,428.69					
Assigned	4,393,655.42	3,527,314.29	4,266,115.78	4,668,322.92	4,587,078.88					
Unassigned	2,855,104.53	2,997,811.41	2,879,337.90	3,048,560.87	2,931,115.55					
Total General Fund	\$ 16,652,657.15	\$ 17,329,189.88	\$ 17,094,640.22	\$ 14,824,527.03	\$ 10,709,623.12	\$ 5,746,714.87	\$ 5,803,836.52	\$ 4,665,029.35	\$ 4,711,273.34	\$ 4,798,666.75
All Other Governmental Funds:										
Reserved							\$ 87,096.00	\$ 43,280.67	\$ 470,265.71	\$ 9,462,032.27
Unreserved, Reported in:							21,200.29	30,782.73	33,287.35	(7,292.65)
Special Revenue Fund							325,387.00	422,190.87	527,565.12	(7,334,174.70)
Capital Projects Fund							0.67	16,686.94	0.59	47,288.49
Debt Service Fund										
Restricted, Reported in:										
Capital Projects Fund	\$ 1,135,044.64	\$ 1,123,628.64	\$ 577,841.74	\$ 621,220.31	\$ 1,023,965.82					
Debt Service Fund	118,219.58	93,210.91	101,223.91	8,053.48	1.17					
Total All Other Governmental Funds	\$ 1,253,264.22	\$ 1,216,839.55	\$ 679,065.65	\$ 629,273.79	\$ 1,023,966.99	\$ 347,630.43	\$ 450,370.46	\$ 512,941.21	\$ 1,031,118.77	\$ 2,167,853.41

(1) GASB Statement No. 54 effective for the fiscal year ending June 30, 2011. The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. See the Notes to Financial Statements.

Source: CAFR Exhibit B-1

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

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues:										
Local Tax Levy	\$ 82,211,573.00	\$ 79,634,189.00	\$ 76,287,892.00	\$ 73,987,266.00	\$ 78,443,283.00	\$ 72,063,215.00	\$ 71,887,626.00	\$ 66,120,173.00	\$ 62,664,525.99	\$ 57,202,823.00
Tuition Charges	493,668.86	485,863.34	467,357.94	301,906.22	357,644.07	252,111.65	212,974.59	140,367.11	82,105.36	168,261.46
Miscellaneous Revenues	464,764.00	1,553,743.63	667,359.13	647,409.58	603,134.02	441,208.18	665,000.89	1,403,836.28	1,205,147.94	1,300,138.68
Federal Sources	3,083,982.11	2,981,360.17	3,092,404.70	5,083,007.86	4,304,305.60	10,679,835.87	2,869,571.91	2,518,873.36	3,023,579.57	2,825,199.49
State Sources	66,398,198.43	63,509,343.80	64,166,723.33	62,935,434.99	59,874,709.58	58,302,574.55	62,131,413.09	67,044,178.61	74,544,358.83	66,836,963.05
Total Revenue	152,857,186.40	148,164,499.94	146,681,737.10	142,955,028.65	143,583,076.27	141,739,945.25	137,766,586.48	137,227,428.36	141,409,739.99	128,270,667.35
Expenditures:										
Current:										
Instruction:										
Regular Instruction	41,477,267.50	41,586,757.08	41,029,832.78	41,128,268.03	41,269,223.25	42,609,720.45	42,563,393.53	41,367,386.63	40,684,061.35	39,394,134.90
Special Education Instruction	11,401,974.00	11,032,084.53	10,265,063.86	10,046,255.17	9,676,982.42	9,752,137.67	9,413,320.00	9,159,367.21	9,150,570.40	8,549,069.62
Other Special Instruction	3,030,140.96	2,858,018.85	2,547,793.39	2,365,553.51	2,789,408.78	2,813,260.84	2,557,792.66	2,268,416.29	2,180,218.12	2,005,286.47
Other Instruction	1,774,257.44	1,735,106.22	1,692,158.85	1,637,331.97	1,485,034.34	1,665,929.36	1,567,953.19	1,510,131.99	1,471,769.51	1,422,234.73
Support Services and Undistributed Costs:										
Tuition	7,245,843.72	7,028,827.24	7,238,888.59	7,004,602.42	7,025,817.29	7,039,003.77	6,023,732.04	5,066,776.45	4,474,338.74	4,227,893.61
Student and Instruction Related Services	14,550,703.43	14,661,286.22	14,647,269.23	13,921,953.19	13,427,204.87	14,617,753.71	13,474,646.69	13,242,625.40	12,811,507.15	12,472,291.42
Other Administrative Services	4,340,810.44	3,961,739.40	3,754,890.66	3,775,706.10	3,938,340.71	3,936,232.74	1,921,408.00	2,274,983.61	2,349,687.67	2,343,656.27
School Administrative Services	6,365,036.00	6,262,257.63	6,227,860.46	6,040,439.21	5,764,203.91	6,240,889.02	8,001,987.69	7,958,973.35	7,362,507.06	7,077,207.51
Plant Operations and Maintenance	9,301,939.78	9,630,638.36	9,251,479.89	9,011,523.94	9,480,172.89	9,410,527.43	9,551,466.26	9,926,259.45	9,904,213.99	9,884,410.20
Pupil Transportation	5,665,124.70	5,347,321.44	5,171,166.45	5,291,148.28	5,194,439.89	5,345,570.31	5,442,376.57	5,697,972.81	6,399,689.75	6,083,227.75
Unallocated Benefits	37,355,574.99	35,290,605.36	34,824,514.02	31,792,616.94	30,990,118.56	31,412,671.58	29,439,065.40	32,242,427.88	29,206,286.95	23,218,986.08
Capital Outlay	6,964,090.96	3,154,921.02	2,941,696.85	2,158,905.54	1,369,744.60	1,572,575.31	2,524,346.05	1,501,326.20	10,421,752.66	16,449,444.93
Special Schools										
Charter Schools										
Debt Service:										
Principal	262,155.00	186,230.33	162,550.00	74,113.00	69,307.81	34,044.00	64,844.70	78,519.96	69,392.57	61,569.52
Interest and Other Charges	3,525,000.00	3,545,000.00	3,720,000.00	3,520,000.00	3,560,000.00	3,455,000.00	3,539,281.17	3,462,263.18	3,380,522.30	3,368,946.57
Total Expenditures	153,942,968.92	147,074,443.68	144,413,370.28	139,149,554.80	137,540,086.82	141,564,903.69	137,910,582.55	137,670,836.88	141,998,770.82	138,645,795.23
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,285,782.52)	1,090,056.26	2,268,366.82	3,805,471.85	6,042,989.45	174,041.56	(143,996.07)	(443,408.52)	(589,030.83)	(10,575,227.88)
Other Financing Sources (Uses):										
Capital Leases (Non-budgeted)	1,593,600.00	636,960.00	817,450.00	673,341.00	495,438.00	650,825.37	2,031,203.65	638,166.30	349,961.40	690,796.00
Cancellation of Accounts Receivable	(1,453.51)	(25,000.89)	(26,790.69)	(34,751.00)	(98,051.63)					(36,626.68)
Refund of Prior Year Revenue										
Proceeds from Sale of Bonds										
Premium on Bonds Issued and Accrued Interest										
Payment to Refunding Bond Escrow Agent										
Costs of Issuance-Refunding Bonds										
Litigation Settlement										
Operating Transfers	(924,025.03)	(929,691.81)	(738,149.39)	(723,851.14)	(801,131.01)	(984,728.61)	(810,971.16)	(759,179.33)	(300,000.00)	(420,757.32)
Total Other Financing Sources (Uses)	645,674.46	(317,732.70)	51,538.23	(85,261.14)	(403,744.64)	(333,903.24)	1,220,232.49	(121,013.03)	(635,097.62)	296,231.33
Net Change in Fund Balances	(640,108.06)	772,323.56	2,319,905.05	3,720,210.71	5,639,244.81	(158,861.68)	1,076,236.42	(564,421.55)	(1,224,128.45)	(10,278,996.55)
Debt Service as a Percentage of Noncapital Expenditures	2.9%	3.0%	3.3%	3.6%	3.7%	3.7%	4.0%	3.9%	4.2%	4.6%

Source: CAFR Exhibit B.2

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 General Fund - Other Local and Federal Miscellaneous 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
Gate Receipts	\$ 17,387.00	\$ 18,687.00	\$ 21,711.00	\$ 18,901.00	\$ 22,021.00	\$ 23,511.00	\$ 23,933.00	\$ 27,552.00	\$ 26,304.00	\$ 30,000.00
Interest on Investments	85,314.55	94,170.10	235,812.79	100,583.63	41,127.00	95,121.98	287,728.58	380,139.53	579,344.25	519,041.77
Legal Settlement					38,500.00		43,633.31	227,000.00		
Miscellaneous	527.57	23,745.48	11,854.16	89,315.56	153,390.42	30,455.85	159,004.03	221,380.51	124,300.89	106,580.94
Tuition	493,668.86	485,863.34	467,357.94	301,908.22	357,644.07	252,111.85	140,367.11	82,105.36	168,261.46	117,504.00
Accounts Payable Canceled	55,023.92	922,437.13	15,838.42							
Summer Programs						47,566.46				
FEMA--Snow Removal	140,145.28	344,259.26	228,925.53	253,021.90	129,981.25	120,515.94	27,601.46	40,448.02	34,191.24	14,400.74
Refund of Prior Year Expenditures	109,400.39	98,632.23	67,241.38	47,263.43	26,151.00	29,142.85	33,984.60	29,333.00	29,531.00	25,865.50
Rentals	98,961.09	109,170.27	108,840.94	78,328.57	67,526.74	65,218.86	98,159.83	94,980.43	87,521.43	88,056.33
ROTC Reimbursements	2,790.51	745.25	4,460.00	2,516.60	7,003.00	2,440.00	1,175.00	800.00		
Sale of Equipment										
School Bus Advertising	8,775.00	5,267.92	3,201.32							
Telephone Commission										59.29
Workers Compensation Refund										422.20
Total Miscellaneous Revenues	\$ 1,011,994.17	\$ 2,102,977.98	\$ 1,165,243.48	\$ 891,838.91	\$ 843,344.48	\$ 666,084.59	\$ 815,586.92	\$ 1,103,738.85	\$ 1,049,454.27	\$ 901,930.77

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.

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

Year Ended Dec. 31	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (1)	Net Valuation Taxable	Real Property Exempt from Taxation	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (2)
2015	\$ 38,422,900.00	\$ 3,382,794,000.00	\$ 4,610,000.00	\$ 742,553,500.00	\$ 9,757,900.00	\$ 68,308,600.00	\$ 4,246,446,900.00	\$ 5,529,904.00	\$ 4,251,976,804.00	\$ 465,556,900.00	\$ 4,452,135,563.00	\$ 1,959
2014	37,005,500.00	3,385,410,500.00	5,561,200.00	722,068,100.00	10,194,500.00	68,658,600.00	4,228,916,400.00	5,424,948.00	4,234,341,348.00	494,659,200.00	4,457,590,808.00	1,912
2013 (3)	37,156,900.00	3,389,076,100.00	6,145,900.00	733,075,800.00	10,445,300.00	69,942,000.00	4,245,842,000.00	7,355,354.00	4,253,197,354.00	496,223,700.00	4,517,814,429.00	1,857
2012	27,303,200.00	2,074,323,500.00	4,242,700.00	407,604,400.00	6,167,100.00	38,745,500.00	2,559,386,400.00	4,108,807.00	2,562,495,207.00	210,317,700.00	4,839,813,429.00	2,972
2011	29,217,300.00	2,077,552,500.00	4,517,700.00	401,166,200.00	6,167,100.00	38,745,500.00	2,557,396,600.00	3,687,083.00	2,561,083,683.00	205,110,900.00	5,146,702,757.00	2,976
2010	29,861,400.00	2,078,968,200.00	4,517,700.00	409,036,800.00	6,167,100.00	39,304,000.00	2,567,465,200.00	3,192,362.00	2,572,647,562.00	206,621,900.00	5,261,176,689.00	2,925
2009	31,578,200.00	2,092,663,100.00	5,223,900.00	403,761,300.00	6,167,100.00	39,674,000.00	2,579,067,600.00	4,206,695.00	2,583,274,255.00	193,936,900.00	5,324,251,868.00	2,790
2008	33,660,800.00	2,093,518,500.00	5,214,800.00	392,870,100.00	6,167,100.00	38,105,200.00	2,569,536,500.00	4,017,465.00	2,573,553,965.00	192,940,900.00	5,137,731,975.00	2,680
2007	34,918,100.00	2,089,670,700.00	5,343,700.00	389,647,400.00	5,945,200.00	37,917,000.00	2,563,442,100.00	4,117,383.00	2,567,559,483.00	189,650,900.00	4,840,866,053.00	2,507
2006	30,326,000.00	2,079,233,300.00	5,633,700.00	380,243,000.00	5,945,200.00	37,917,000.00	2,539,298,200.00	4,488,586.00	2,543,786,786.00	189,262,000.00	4,270,248,088.00	2,356

(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: Camden County Board of Taxation

TOWNSHIP OF WASHINGTON 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
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Township of Washington	Township of Washington Fire District	Gloucester County		
2015	\$ 1.891	\$ 0.068	\$ 1.959	\$ 0.702	\$ 0.139	\$ 0.688	\$ 3.488	
2014	1.842	0.070	1.912	0.681	0.131	0.654	3.378	
2013 (1)	1.782	0.075	1.857	0.673	0.129	0.644	3.303	
2012	2.841	0.131	2.972	1.080	0.207	1.041	5.300	
2011	2.841	0.135	2.976	1.052	0.192	1.092	5.312	
2010	2.794	0.131	2.925	1.041	0.196	1.129	5.291	
2009	2.658	0.128	2.786	0.961	0.195	1.136	5.078	
2008	2.552	0.129	2.680	0.926	0.196	1.119	4.922	
2007	2.378	0.129	2.507	0.836	0.182	1.039	4.564	
2006	2.222	0.135	2.356	0.836	0.165	0.994	4.351	

(1) Revaluation

Source: Municipal Tax Collector

TOWNSHIP OF WASHINGTON 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
Turnersville Auto Mall	\$ 43,280,600.00	1	1.02%	\$ 22,672,700.00	1	0.89%
Virtua	33,617,900.00	2	0.79%			
Society Hill Apt. Assoc., LP	28,469,200.00	3	0.67%	15,000,000.00	3	0.59%
CSC Cross Keys LP	22,141,300.00	4	0.52%			
Centro Bradley Crosskeys Commons	21,864,200.00	5	0.51%			
Wal-Mart	20,076,800.00	6	0.47%	9,658,600.00	4	0.38%
Turnersville Interstate, LLC	19,583,000.00	7	0.46%			
Washington Center LLC	14,866,300.00	8	0.35%	9,000,000.00	6	0.35%
WP Plaza	14,586,000.00	9	0.34%	9,000,000.00	6	0.35%
Lowes	14,500,000.00	10	0.34%	7,500,000.00	8	0.29%
Bradley Operating L.P.				15,622,200.00	2	0.61%
Home Depot				9,288,200.00	5	0.37%
Target				7,900,000.00	7	0.31%
Birches Reality				7,500,000.00	8	0.29%
Turnersville Plaza				7,500,000.00	8	0.29%
Egg Harbor Road Ltd.				6,785,800.00	9	0.27%
United Artists				6,750,000.00	10	0.27%
Total	\$ 232,985,300.00		5.48%	\$ 134,177,500.00		5.27%

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (1)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 82,211,573.00	\$ 82,211,573.00	100.00%	-
2014	79,634,189.00	79,634,189.00	100.00%	-
2013	78,287,892.00	78,287,892.00	100.00%	-
2012	73,987,266.00	68,108,094.03	92.05%	\$ 5,879,171.97
2011	78,443,283.00	75,700,884.04	96.50%	2,742,398.96
2010	72,063,215.00	72,063,215.00	100.00%	-
2009	71,887,626.00	71,887,626.00	100.00%	-
2008	66,120,173.00	66,120,173.00	100.00%	-
2007	62,626,942.00	62,626,942.00	100.00%	-
2006	57,202,823.00	57,202,823.00	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.

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

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income (2)	Per Capita (3)
	General Obligation Bonds (1)	Capital Leases			
2015	\$ 17,320,000.00	\$ 2,355,187.18	\$ 19,675,187.18	Unavailable	\$ 411.26
2014	20,845,000.00	1,519,824.07	22,364,824.07	Unavailable	465.32
2013	24,390,000.00	1,514,203.81	25,904,203.81	1.19%	537.22
2012	28,225,000.00	1,433,947.55	29,658,947.55	1.37%	612.85
2011	31,325,000.00	1,605,970.25	32,930,970.25	1.56%	678.81
2010	34,885,000.00	1,909,166.23	36,794,166.23	1.83%	706.29
2009	38,340,000.00	2,088,309.60	40,428,309.60	1.90%	776.08
2008	41,879,281.17	1,220,293.17	43,099,574.34	2.03%	828.03
2007	44,867,544.36	1,238,932.51	46,106,476.87	2.28%	891.05
2006	48,248,066.66	1,490,212.77	49,738,279.43	2.57%	964.14

Sources:

- (1) District Records
- (2) Personal income has been estimated based upon the municipal population and per capita personal income data provided by the NJ Dept of Labor and Workforce Development
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

TOWNSHIP OF WASHINGTON 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 (4)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding (1)		
2015	\$ 17,320,000.00	-	\$ 17,320,000.00	0.41%	\$ 362.03
2014	20,845,000.00	-	20,845,000.00	0.49%	433.70
2013	24,390,000.00	-	24,390,000.00	0.57% (3)	505.82
2012	28,225,000.00	-	28,225,000.00	1.10%	583.22
2011	31,325,000.00	-	31,325,000.00	1.22%	645.70
2010	34,885,000.00	-	34,885,000.00	1.36%	669.64
2009	38,340,000.00	-	38,340,000.00	1.48%	735.99
2008	41,879,281.17	-	41,879,281.17	1.63%	804.58
2007	44,867,544.36	-	44,867,544.36	1.75%	867.11
2006	48,248,066.66	-	48,248,066.66	1.90%	935.26

Sources:

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2014
Unaudited

	Gross Debt	Deductions	Statutory Net Debt Outstanding	Net Debt Outstanding Allocated to Washington Township	Debt Authorized but not Issued
Municipal Debt: (1)					
Washington Township School District	\$ 20,845,000.00	\$ 20,845,000.00	\$ 22,083,129.57	\$ 22,083,129.57	
Washington Township	22,083,129.57				
	<u>42,928,129.57</u>	<u>20,845,000.00</u>	<u>22,083,129.57</u>	<u>22,083,129.57</u>	<u>-</u>
Overlapping Debt Apportioned to the Municipality:					
County of Gloucester: (2)					
General:					
Bonds	261,470,227.87	12,321,000.00 (4)	249,149,227.87	43,502,685.77 (6)	\$ 191,661.13
Bonds Issued by Other Public Bodies Guaranteed by the County	133,619,407.51	133,619,407.51 (5)	13,712,758.77	13,712,758.77	
Washington Township Municipal Utilities Authority (3)	13,712,758.77		2,365,000.00	2,365,000.00	
Washington Township Fire District (3)	2,365,000.00				
	<u>411,167,394.15</u>	<u>145,940,407.51</u>	<u>265,226,986.64</u>	<u>59,580,444.54</u>	<u>191,661.13</u>
	<u>\$ 454,095,523.72</u>	<u>\$ 166,785,407.51</u>	<u>\$ 287,310,116.21</u>	<u>\$ 81,663,574.11</u>	<u>\$ 191,661.13</u>

Sources:

- (1) 2014 Annual Debt Statement
- (2) County's 2014 Annual Debt Statement
- (3) Entity's Audit Report
- (4) Includes County College Bonds
- (5) Deductible in accordance with N.J.S. 40:37A-80.
- (6) Such debt is allocated as a proportion of the issuer's share of the total 2014 Net Valuation on which County taxes are apportioned, which is 17.46%.

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

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Debt limit	\$ 134,437,256.74	\$ 138,471,110.40	\$ 145,386,248.59	\$ 152,890,613.42	\$ 157,564,958.16	\$ 156,980,439.77	\$ 202,590,330.80	\$ 188,086,039.32	\$ 162,080,181.12	\$ 147,403,503.79
Total net debt applicable to limit (3)	17,320,000.00	20,845,000.00	24,390,000.00	28,225,000.00	31,325,000.00	34,885,000.00	38,340,000.00	41,879,281.17	44,867,544.36	48,246,066.66
Legal debt margin	\$ 117,117,256.74	\$ 117,626,110.40	\$ 120,996,248.59	\$ 124,665,613.42	\$ 126,239,958.16	\$ 122,095,439.77	\$ 164,250,330.80	\$ 229,965,320.49	\$ 117,212,636.76	\$ 99,155,437.13
Total net debt applicable to the limit as a percentage of debt limit	12.88%	15.05%	16.78%	18.46%	19.88%	22.22%	18.92%	22.27%	27.68%	32.73%

	2014	2013	2012
Equalized Valuation Basis (1)	\$ 4,433,755,924	\$ 4,475,431,643	\$ 4,534,538,107
Average equalized valuation of taxable property	\$ 4,481,241,891		
Debt limit (3% of average equalization value) (2)	\$ 134,437,257		
Total Net Debt Applicable to Limit	17,320,000		
Legal Debt Margin	\$ 117,117,257		

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 NUSA 18A-24-19 for a K through 12 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.

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

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	County of Gloucester <u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2014	47,841	Unavailable	Unavailable	6.1%
2013	48,063	\$ 2,170,957,647.00	\$ 45,169.00	7.1%
2012	48,219	2,161,802,427.00	44,833.00	8.1%
2011	48,395	2,104,601,760.00	43,488.00	8.2%
2010	48,513	2,008,971,843.00	41,411.00	7.7%
2009	52,095	2,128,132,845.00	40,851.00	7.2%
2008	52,093	2,119,664,170.00	40,690.00	1.9%
2007	52,051	2,022,545,707.00	38,857.00	4.3%
2006	51,744	1,937,502,336.00	37,444.00	4.3%
2005	51,588	1,833,850,224.00	35,548.00	1.9%

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 personal income presented
- (3) Per Capita Personal Income data provided by the NJ Dept of Labor and Workforce Development
- (4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Principal Non-Governmental Employers
 Current Year and Nine Years Ago
 Unaudited

<u>Employer</u>	2015			2006 (1)		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment (1)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
Kennedy Memorial Hospital	700	1				
Walmart	385	2				
Virtua Health Care	300	3				
Home Depot	250	4				
Target	215	5				
Bottino's Shoprite	200	6				
Manor Care	180	7				
Lowes	150	8				
Kohl's	140	9				
Acme Markets	132	10				
	<u>2,652</u>					
			-			-

(1) Information not available

Source: Township of Washington Officials

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.

TOWNSHIP OF WASHINGTON 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	803.50	740.47	862.60	692.90	781.10	861.00	780.50	807.30	837.30	882.00
Support Services:										
Student and Instruction Related Services	273.60	270.14	269.70	243.80	239.90	248.00	243.60	243.90	225.50	236.70
Other Administrative Services	40.00	45.00	40.50	43.50	39.50	41.00	40.00	42.80	43.00	41.50
School Administrative Services	76.70	85.10	85.30	84.80	74.50	75.00	81.40	84.00	85.70	88.70
Plant Operations and Maintenance	125.90	81.44	116.10	117.50	116.90	114.00	115.50	116.50	113.20	115.20
Pupil Transportation	80.90	75.87	81.90	81.90	81.90	83.00	57.00	63.20	64.40	66.10
Special Schools	-	-	-	-	-	57.00	-	-	-	-
Food Service	55.00	51.00	55.00	55.00	57.00	57.00	62.00	62.00	62.00	58.00
Child Care Program	3.80	3.80	3.80	3.80	3.80	3.80	3.80	4.00	4.00	4.00
Center for the Performing Arts	2.50	2.50	2.50	1.00	1.00	1.00	2.00	2.00	2.00	2.00
Total	1,461.90	1,355.32	1,517.40	1,324.20	1,395.60	1,540.80	1,385.80	1,425.70	1,437.10	1,494.20

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio Elementary	Pupil/Teacher Ratio Middle	High	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	\$ 142,770,827.96	\$ 19,218.04	5.00%	690	1:24	1:26	1:24	7,338	7,032	-2.80%	95.83%
2014	139,580,872.66	18,303.29	7.63%	741	1:24	1:26	1:24	7,550	7,207	-3.17%	95.45%
2013	136,813,936.18	17,006.08	10.87%	769	1:24	1:26	1:24	7,797	7,417	-3.51%	95.13%
2012	132,089,511.76	15,824.79	3.17%	794	1:24	1:26	1:24	8,081	7,696	-2.21%	95.20%
2011	131,110,254.72	15,338.12	-0.30%	825	1:24	1:26	1:24	8,263	7,886	-2.81%	95.40%
2010	134,874,740.88	15,384.37	3.20%	923	1:24	1:26	1:24	8,502	8,140	-1.49%	95.80%
2009	130,021,986.73	14,907.36	3.55%	924	1:20	1:22	1:20	8,631	8,251	-2.47%	95.60%
2008	130,793,851.03	14,396.68	6.15%	924	1:18	1:16	1:19	8,849	8,441	-1.93%	95.38%
2007	126,073,463.26	13,562.12	10.13%	933	1:21	1:18	1:20	9,024	8,623	-1.53%	95.56%
2006	116,739,968.08	12,314.34	3.97%	945	1:21	1:23	1:21	9,164	8,721	-1.96%	95.17%

Sources: District Records

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
School District Building:										
Elementary:										
Bells Elementary School (1967)										
Square Feet	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	499	526	557	563	573	567	566	603	603	603
Birches Elementary School (1968)										
Square Feet	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	466	467	497	497	512	528	514	551	569	569
Grenloch Terrace Early Childhood Center (1936)										
Square Feet	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139
Capacity (students)	600	600	600	600	600	600	600	600	600	600
Enrollment	494	515	487	557	529	564	585	604	577	577
Hurffville Elementary School (1957)										
Square Feet	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	451	460	485	496	524	533	500	507	486	486
Thomas Jefferson Elementary School (1980)										
Square Feet	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	422	438	436	471	456	459	459	472	491	491
Wedgwood Elementary School (1970)										
Square Feet	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	404	416	443	447	460	509	523	517	573	573
Whitman Elementary School (1965)										
Square Feet	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	495	518	550	551	560	576	592	615	623	623

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
School District Building:										
Middle School:										
Bunker Hill Middle School (1997)										
Square Feet	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056
Capacity (students)	900	900	900	900	900	900	900	900	900	900
Enrollment	671	690	723	734	759	775	750	767	837	837
Chestnut Ridge Middle School (1989)										
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Capacity (students)	900	900	900	900	900	900	900	900	900	900
Enrollment	561	569	613	651	671	660	697	720	735	735
School District Building (Cont'd):										
Middle School (Cont'd):										
Orchard Valley Middle School (1989)										
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Capacity (students)	900	900	900	900	900	900	900	900	900	900
Enrollment	591	603	610	605	605	671	689	734	725	725
High School:										
Washington Township High School (1962)										
Square Feet	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011
Capacity (students)	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment	2,375	2,425	2,512	2,620	2,614	2,646	2,757	2,866	3,045	3,045
Number of Schools at June 30, 2015										
Elementary = 7										
Middle School = 3										
High School = 1										

Source: District Records

TOWNSHIP OF WASHINGTON 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 Number	Fiscal Year Ended June 30,									
		2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Bells Elementary School	N/A	\$ 50,438.00	\$ 51,138.00	\$ 54,523.00	\$ 48,008.00	\$ 56,072.46	\$ 55,744.00	\$ 51,350.79	\$ 73,114.88	\$ 81,647.00	\$ 86,538.75
Birches Elementary School	N/A	50,272.00	55,413.00	54,343.00	47,850.00	55,887.99	55,560.00	51,181.86	72,874.15	81,380.00	77,438.87
Bunker Hill Middle School	N/A	101,111.00	104,422.00	109,277.00	96,570.00	111,985.51	111,329.00	102,555.61	150,586.52	164,399.00	149,508.71
Chestnut Ridge Middle School	N/A	86,189.00	92,384.00	93,311.00	82,609.00	95,816.67	95,255.00	87,748.29	124,938.45	141,790.00	104,635.69
Grenloch Terrace Early Childhood Center	N/A	25,083.00	25,430.00	27,114.00	23,874.00	27,884.44	27,956.00	25,536.39	36,359.42	41,534.00	77,101.16
Hurffville Elementary School	N/A	52,424.00	53,151.00	56,669.00	49,897.00	58,279.82	57,938.00	53,372.28	75,992.94	88,864.00	96,125.49
Orchard Valley Middle School	N/A	86,188.00	87,384.00	98,168.00	82,035.00	95,816.67	95,255.00	87,748.29	124,938.45	140,007.00	204,716.21
Thomas Jefferson Elementary School	N/A	65,968.00	66,882.00	71,309.00	62,788.00	73,336.47	72,906.00	67,161.07	95,625.79	108,277.00	133,896.58
Washington Township High School	N/A	347,933.13	360,434.82	379,706.69	334,431.25	390,481.07	384,616.59	361,272.23	506,331.36	562,142.00	696,273.62
Wedgwood Elementary School	N/A	52,322.00	53,510.00	56,559.00	49,801.00	58,166.99	57,826.00	53,268.96	75,845.81	83,846.00	90,746.46
Whitman Elementary School	N/A	54,303.00	55,056.00	58,700.00	51,686.00	60,278.99	60,015.00	55,285.53	78,717.06	88,595.00	82,126.61
Total School Facilities		972,232.13	1,005,204.82	1,059,679.69	929,549.25	1,084,007.08	1,074,400.59	996,481.30	1,415,324.63	1,582,481.00	1,799,108.15
Other Facilities	N/A	-	-	-	-	-	-	-	-	-	33,439.87
Total		\$ 972,232.13	\$ 1,005,204.82	\$ 1,059,679.69	\$ 929,549.25	\$ 1,084,007.08	\$ 1,074,400.59	\$ 996,481.30	\$ 1,415,324.63	\$ 1,582,481.00	\$ 1,832,548.02

Source: District Records

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Insurance Schedule
June 30, 2015
Unaudited

<u>Type of Coverage</u>	<u>Insurance Company</u>	<u>Coverage</u>	<u>Deductible</u>
School Package Policy Property, Inland Marine, Automobile Physical Damage	SPELL JIF, Great American Insurance Company Axis Surplus Insurance Company, Westchester Fire Insurance Company, Alterra Excess & Surplus Insurance Company, Ironshore Specialty Insurance Company, Steadfast Insurance Company, RSUI Indemnity Insurance Company, James River Insurance Company, BRIT/Lloyd's of London, Arch Specialty Insurance Company	\$ 150,000,000.00	\$ 500.00
General Liability Automobile Liability, Educator's Legal Liability	SPELL JIF, Great American Insurance Company, General Reinsurance Corp.	15,000,000.00	
Boiler And Machinery	Travelers Insurance Company	125,000,000.00	1,000.00
Crime	SPELL JIF, Great American Insurance Company Axis Surplus Insurance Company, Westchester Fire Insurance Company, Alterra Excess & Surplus Insurance Company, Ironshore Specialty Insurance Company, Steadfast Insurance Company, RSUI Indemnity Insurance Company, James River Insurance Company, BRIT/Lloyd's of London, Arch Specialty Insurance Company	500,000.00	500.00
Pollution Legal Liability	AIG/Commerce and Industry Insurance Company	3,000,000.00	25,000.00
Cyber Liability	Beazley Insurance Company, Inc	1,000,000.00	25000
Workers' Compensation	SPELL JIF, Great American Insurance Company	Statutory	None
Board Secretary's Bond	Western Surety Company	526,000.00	None
Driving School Bond	Western Surety Company	10,000.00	None
Student Accident Policy	Monumental Life Insurance Company	1,000,000.00	None

Source: School 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 Washington School District
County of Gloucester, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Township of Washington School District's, State of New Jersey, 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 federal and state programs for the fiscal year ended June 30, 2015. The School District's major federal and state programs are identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 federal or state program occurred. An audit includes examining, on a test basis, evidence about the Township of Washington School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Other Matters

The results of our auditing procedures disclosed one instance of noncompliance which is required to be reported in accordance with OMB Circular A-133 and New Jersey Circular 15-08-OMB, and which is described in the accompanying *Schedule of Findings and Questioned Costs* and *Independent Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* as item 2015-001. Our opinion on each major federal and state program is not modified with respect to this matter.

The School District's response to the noncompliance finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the Township of Washington School District, State of New Jersey, 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 federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or 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.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance, as described in the accompanying *Schedule of Findings and Questioned Costs* and *Independent Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance*, as item 2015-001 to be a significant deficiency.

The School District's response to the internal control over compliance finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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,

Handwritten signature in blue ink that reads "Bowman & Company LLP".

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Handwritten signature in blue ink that reads "Todd R. Saler".

Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
December 7, 2015

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

<u>Pass-through</u> <u>Grantor/Program Title</u>	<u>CFDA</u> <u>Number</u>	<u>State Project</u> <u>Number</u>	<u>Award</u> <u>Amount</u>	<u>Grant Period</u>		<u>Balance</u> <u>June 30, 2014</u>
				<u>From</u>	<u>To</u>	
General Fund:						
United States Air Force:						
Air Force Junior ROTC	99.XXX	NJ080932	\$ 108,840.94	7-1-13	6-30-14	\$ (9,887.87)
Air Force Junior ROTC	99.XXX	NJ080932	98,960.09	7-1-14	6-30-15	
Total Air Force Junior ROTC						<u>(9,887.87)</u>
U.S. Department of Health and Human Services:						
Passed-through the State Department of Education:						
Special Education--Medicaid Initiative--ARRA	93.778	N/A	39,796.39	10-1-08	12-31-10	
Special Education--Medicaid Initiative	93.778	N/A	256,630.51	7-1-14	6-30-15	-
Total Special Education--Medicaid Initiative						<u>-</u>
Total General Fund						<u>(9,887.87)</u>
Special Revenue Fund:						
U.S. Department of Education:						
Passed-through State Department of Education:						
N.C.L.B.:						
Title I	84.010	NCLB552014	422,437.00	7-1-13	6-30-14	(75,493.00)
Title I	84.010	NCLB552015	571,327.00	7-1-14	6-30-15	
Total Title I						<u>(75,493.00)</u>
Title II - Part A	84.367	NCLB552014	176,662.00	7-1-13	6-30-14	(65,466.00)
Title II - Part A	84.367	NCLB552015	180,361.00	7-1-14	6-30-15	
Total Title II - Part A						<u>(65,466.00)</u>
Title III	84.365	NCLB552014	18,066.00	7-1-13	6-30-14	(5,503.00)
Title III	84.365	NCLB552015	17,935.00	7-1-14	6-30-15	
Title III Immigrant	84.365	NCLB552014	892.00	7-1-13	6-30-14	(891.00)
Total Title III & Title III Immigrant						<u>(6,394.00)</u>
I.D.E.A. Part B:						
Special Education Cluster:						
Basic	84.027	IDEA552014	2,276,102.00	7-1-13	6-30-14	(674,400.00)
Basic	84.027	IDEA552015	2,200,040.00	7-1-14	6-30-15	
Pre-School	84.173	IDEA552014	113,269.00	7-1-13	6-30-14	(32,182.00)
Pre-School	84.173	IDEA552015	111,151.00	7-1-14	6-30-15	
Total I.D.E.A. Part B Special Education Cluster						<u>(706,582.00)</u>
Teaching American History	84.215X	N/A	185,733.38	7-1-11	2-28-13	(20,384.91)
Carl D. Perkins Vocational and Technical:						
Education Act of 1998 - Secondary						
Education Act of 1998 - Secondary	84.048A	PERK552014	40,102.00	7-1-13	6-30-14	(9,483.00)
Education Act of 1998 - Secondary	84.048A	PERK552015	40,744.00	7-1-14	6-30-15	
Total Education Act of 1998 - Secondary						<u>(9,483.00)</u>
Total Special Revenue Fund						<u>(883,802.91)</u>
Enterprise Fund:						
U.S. Department of Agriculture:						
Passed-through State Department of Education:						
Child Nutrition Cluster:						
Non-Cash Assistance (Food Distribution):						
National School Lunch Program	10.555	N/A	139,987.84	7-1-14	6-30-15	
National School Lunch Program	10.555	N/A	130,978.34	7-1-13	6-30-14	18,154.93
Cash Assistance:						
National School Lunch Program	10.555	N/A	616,232.16	7-1-14	6-30-15	
National School Lunch Program	10.555	N/A	587,243.76	7-1-13	6-30-14	(118,297.06)
National School Lunch Program	10.555	N/A	584,524.02	7-1-12	6-30-13	(3,047.11)
National School Lunch Program	10.555	N/A	590,894.60	7-1-11	6-30-12	(4,830.34)
National School Breakfast Program	10.553	N/A	103,425.01	7-1-14	6-30-15	
National School Breakfast Program	10.553	N/A	67,058.47	7-1-13	6-30-14	(18,213.35)
Special Milk Program	10.556	N/A	9,633.77	7-1-14	6-30-15	
Special Milk Program	10.556	N/A	9,769.60	7-1-13	6-30-14	(2,101.87)
Special Milk Program	10.556	N/A	8,657.39	7-1-11	6-30-12	(1,330.49)
Total Child Nutrition Cluster						<u>(129,665.29)</u>
Total Enterprise Fund:						<u>(129,665.29)</u>
Total Federal Financial Assistance						<u>\$ (1,023,356.07)</u>

(A) See Note 5 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

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

Carry-over Amount	Cash Received	Adjustments (A)	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2015		
					Accounts Receivable	Unearned Revenue	Due to Grantor
	\$ 9,887.87 89,042.10		\$ 98,961.09		\$ (9,918.99)		
-	98,929.97	-	98,961.09	-	(9,918.99)	-	-
-	39,796.39 154,111.58	-	39,796.39 256,630.51	-	(102,518.93)	-	-
-	193,907.97	-	296,426.90	-	(102,518.93)	-	-
-	292,837.94	-	395,387.99	-	(112,437.92)	-	-
\$ (59,490.00) 59,490.00	134,985.00 302,138.00	\$ (2.00) 0.30	510,044.30		(148,416.00)		
-	437,123.00	(1.70)	510,044.30	-	(148,416.00)	-	-
(13,931.00) 13,931.00	83,243.00 89,321.00	-3846 0.50	176,130.50		(72,878.00)		
-	172,564.00	(3,845.50)	176,130.50	-	(72,878.00)	-	-
(2,607.00) 2,607.00	9,049.00 5,039.00	(939.00) 0.45 891.00	15,408.45		(7,762.00)		
-	14,088.00	(47.55)	15,408.45	-	(7,762.00)	-	-
(252,976.00) 252,976.00 (15,723.00) 15,723.00	929,278.00 952,668.00 47,906.00 73,257.00	(1,902.00) (0.10) (1.00) (0.05)	1,879,555.90		(673,912.00)		
-	2,003,109.00	(1,903.15)	1,987,365.85	-	(692,742.00)	-	-
-	20,384.91			-	-	-	-
-	9,484.00 36,328.00	(1.00)	40,744.00		(4,416.00)		
-	45,812.00	(1.00)	40,744.00	-	(4,416.00)	-	-
-	2,693,080.91	(5,798.90)	2,729,693.10	-	(926,214.00)	-	-
	137,596.71		121,832.91 18,154.93			\$ 15,763.80	
	503,732.74 118,297.06 3,047.11 4,830.34 81,111.72 18,213.35 7,749.44 2,101.87 1,330.49		616,232.16		(112,499.42)		
-	878,010.83	-	869,278.78		(136,697.04)	15,763.80	-
-	878,010.83	-	869,278.78		(136,697.04)	15,763.80	-
\$ -	\$ 3,863,929.68	\$ (5,798.90)	\$ 3,994,359.87	\$ -	\$ (1,175,348.96)	\$ 15,763.80	\$ -

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

State Grantor/ Program Title	State Project Number	Award Amount	Matching	Grant Period		Balance at June 30, 2014	
				From	To	Unearned 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	\$ 38,162,410.00	N/A	7-1-13	6-30-14	\$ (3,678,925.00)	
Equalization Aid	15-495-034-5120-078	38,162,410.00	N/A	7-1-14	6-30-15		
Adjustment Aid	14-495-034-5120-085	3,559,441.00	N/A	7-1-13	6-30-14	(343,137.00)	
Adjustment Aid	15-495-034-5120-085	3,559,441.00	N/A	7-1-14	6-30-15		
Special Education Categorical Aid	14-495-034-5120-089	4,519,182.00	N/A	7-1-13	6-30-14	(435,657.00)	
Special Education Categorical Aid	15-495-034-5120-089	4,519,182.00	N/A	7-1-14	6-30-15		
PARCC Readiness Aid	15-495-034-5120-098	73,560.00	N/A	7-1-14	6-30-15		
Per Pupil Aid	15-495-034-5120-097	73,560.00	N/A	7-1-14	6-30-15		
Security Aid	14-495-034-5120-084	747,449.00	N/A	7-1-13	6-30-14	(72,055.00)	
Security Aid	15-495-034-5120-084	747,449.00	N/A	7-1-14	6-30-15		
Total State Aid - Public Cluster						(4,529,774.00)	-
Transportation Aid:							
Transportation Aid	14-495-034-5120-014	2,909,313.00	N/A	7-1-13	6-30-14	(280,463.00)	
Transportation Aid	15-495-034-5120-014	2,909,313.00	N/A	7-1-14	6-30-15		
Nonpublic School Transportation Aid	14-495-034-5120-014	94,496.00	N/A	7-1-13	6-30-14	(94,496.00)	
Nonpublic School Transportation Aid	15-495-034-5120-014	102,562.44	N/A	7-1-14	6-30-15		
Total Transportation Aid						(374,959.00)	-
Extraordinary Special Education Costs Aid							
Extraordinary Special Education Costs Aid	14-100-034-5120-473	1,222,304.00	N/A	7-1-13	6-30-14	(1,222,304.00)	
Extraordinary Special Education Costs Aid	15-100-034-5120-473	1,192,826.00	N/A	7-1-14	6-30-15		
Total Extraordinary Special Education Costs Aid						(1,222,304.00)	-
Payment for Institutionalized Children - Unknown District of Residence							
Payment for Institutionalized Children - Unknown District of Residence	14-495-034-5120-005	108,216.53	N/A	7-1-13	6-30-14	(108,216.53)	
Payment for Institutionalized Children - Unknown District of Residence	15-495-034-5120-005	182,192.94	N/A	7-1-14	6-30-15		
Total Payment for Institutionalized Children - Unknown District of Residence						(108,216.53)	-
Reimbursed TPAF Social Security Contributions							
Reimbursed TPAF Social Security Contributions	14-495-034-5095-002	4,691,866.95	N/A	7-1-13	6-30-14	(208,718.67)	
Reimbursed TPAF Social Security Contributions	15-495-034-5095-002	4,121,960.36	N/A	7-1-14	6-30-15		
Total Reimbursed TPAF Social Security Contributions						(208,718.67)	-
Total General Fund						(6,443,972.20)	-
Special Revenue Fund:							
New Jersey Department of Education:							
Nonpublic Aid:							
Nursing Services							
Nursing Services	15-100-034-5120-070	14,701.00	N/A	7-1-14	6-30-15	-	-
Textbook Aid (Ch. 194, L. 1977)							
Textbook Aid (Ch. 194, L. 1977)	14-100-034-5120-064	10,476.00	N/A	7-1-13	6-30-14		\$ 7,476.00
Textbook Aid (Ch. 194, L. 1977)	15-100-034-5120-064	9,235.00	N/A	7-1-14	6-30-15		
Total Textbook Aid (Ch. 194, L. 1977)						-	7,476.00
Technology Aid							
Technology Aid	14-100-034-5120-373	3,820.00	N/A	7-1-13	6-30-14		974.00
Technology Aid	15-100-034-5120-373	4,960.00	N/A	7-1-14	6-30-15		
Total Technology Aid						-	974.00
Auxiliary Services (Ch. 192, L. 1977)							
Compensatory Education							
English as a Second Language		873.00	N/A	7-1-13	6-30-14		873.00
Transportation and Maintenance		12,232.00	N/A	7-1-13	6-30-14		2,655.00
Auxiliary Services (Ch. 192, L. 1977)							
Compensatory Education							
Transportation and Maintenance	15-100-034-5120-067	30,457.00	N/A	7-1-14	6-30-15		
Transportation and Maintenance		6,763.00	N/A	7-1-14	6-30-15		
Total Auxiliary Services (Ch. 192, L. 1977)						-	8,922.00
Handicapped Services (Ch. 193, L. 1977)							
Corrective Speech							
Corrective Speech	14-100-034-5120-066	28,904.00	N/A	7-1-13	6-30-14		7,343.00
Examination and Classification		13,055.00	N/A	7-1-13	6-30-14		7,798.00
Supplementary Instruction		4,163.00	N/A	7-1-13	6-30-14		
Handicapped Services (Ch. 193, L. 1977)							
Corrective Speech							
Corrective Speech	15-100-034-5120-066	30,039.00	N/A	7-1-14	6-30-15		
Examination and Classification		20,349.00	N/A	7-1-14	6-30-15		
Supplementary Instruction		8,632.00	N/A	7-1-14	6-30-15		
Total Handicapped Services (Ch. 193, L. 1977)						-	15,141.00
Total Special Revenue Fund						-	32,513.00
Capital Projects Fund:							
New Jersey Economic Development Authority:							
Additional State School Building Aid-							
High School Air Conditioning/Security							
Bells Elementary Air Conditioning/Security	5500-010-05-1000	3,345,967.00	\$ 6,269,109.00	10-26-04	Project End	119,633.18	
Bells Elementary Air Conditioning/Security	5500-025-05-1000	965,244.00	960,282.00	10-26-04	Project End		219.37
Birches Elementary Air Conditioning/Security	5500-027-05-1000	965,244.00	960,282.00	10-26-04	Project End		6,911.82
Wedgwood Elementary Air Conditioning/Security	5500-060-05-1000	859,321.00	866,280.00	10-26-04	Project End		3,564.68
Whitman Elementary Air Conditioning/Security	5500-070-05-1000	965,244.00	960,282.00	10-24-04	Project End		8,247.59
High School Science Labs	5500-010-05-3000	430,963.00	397,890.00	12-22-05	Project End	78,753.31	
Whitman Elementary Roof	5500-070-14-1018	399,908.00	599,862.00	9-11-14	Project End		
Grenloch Elementary Roof	5500-030-14-1011	268,779.00	403,168.00	9-11-14	Project End		
High School Cooling Tower	5500-010-14-1001	94,640.00	141,960.00	9-11-14	Project End		
Bells Elementary Boiler Replacement	5500-025-14-1005	232,600.00	348,900.00	9-11-14	Project End		
Birches Elementary Boiler Replacement	5500-027-14-1009	232,600.00	348,900.00	9-11-14	Project End		
High School Boiler Replacement	5500-010-14-1002	596,219.00	894,328.00	9-11-14	Project End		
Wedgwood Elementary Boiler Replacement	5500-060-14-1016	271,520.00	407,280.00	9-11-14	Project End		
Whitman Elementary Boiler Replacement	5500-070-14-1017	271,920.00	407,880.00	9-11-14	Project End		
Bells Elementary Security Improvements	5500-025-14-1006	30,010.00	45,014.00	9-11-14	Project End		
Bunker Hill Middle School Security Improvements	5500-020-14-1004	51,198.00	76,797.00	9-11-14	Project End		
Birches Elementary Security Improvements	5500-027-14-1008	30,000.00	45,000.00	9-11-14	Project End		
Chestnut Ridge Middle School Security Improvements	5500-026-14-1007	49,951.00	74,926.00	9-11-14	Project End		
Grenloch Elementary Security Improvements	5500-030-14-1012	28,038.00	42,056.00	9-11-14	Project End		
Hurffville Elementary Security Improvements	5500-040-14-1013	30,116.00	45,174.00	9-11-14	Project End		
Orchard Valley Middle School Security Improvements	5500-050-14-1014	49,511.00	74,266.00	9-11-14	Project End		
Thomas Jefferson Elementary Security Improvements	5500-028-14-1010	30,203.00	45,304.00	9-11-14	Project End		
Wedgwood Elementary Security Improvements	5500-060-14-1015	30,000.00	45,000.00	9-11-14	Project End		
Whitman Elementary Security Improvements	5500-070-14-1019	29,936.00	44,905.00	9-11-14	Project End		
Total Additional State School Building Aid						198,386.49	18,943.46
Total Capital Projects Fund						198,386.49	18,943.46

Carryover/ Walkover Amount	Cash Received	Adjustments (A)	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2015			Memo	
					Accounts Receivable	Unearned Revenue	Due to Grantor	Budgetary Receivable June 30, 2015	Cumulative Total Expenditures
	\$ 3,678,925.00		\$ 38,162,410.00		\$ (3,662,471.00)			\$ (3,662,471.00)	\$ 38,162,410.00
	34,499,939.00								
	343,137.00								
	3,217,839.00		3,559,441.00		(341,602.00)			(341,602.00)	3,559,441.00
	435,657.00								
	4,085,473.00		4,519,182.00		(433,709.00)			(433,709.00)	4,519,182.00
	66,500.00		73,560.00		(7,060.00)			(7,060.00)	73,560.00
	66,500.00		73,560.00		(7,060.00)			(7,060.00)	73,560.00
	72,055.00								
	675,716.00		747,449.00		(71,733.00)			(71,733.00)	747,449.00
-	47,141,741.00	-	47,135,602.00	-	(4,523,635.00)	-	-	(4,523,635.00)	47,135,602.00
	280,463.00								
	2,630,104.00		2,909,313.00		(279,209.00)			(279,209.00)	2,909,313.00
	94,496.00								
			70,324.00		(70,324.00)				70,324.00
-	3,005,063.00	-	2,979,637.00	-	(349,533.00)	-	-	(279,209.00)	2,979,637.00
	1,222,304.00								
			1,341,380.00		(1,341,380.00)				1,341,380.00
-	1,222,304.00	-	1,341,380.00	-	(1,341,380.00)	-	-	-	1,341,380.00
	108,216.53								
	29,658.24		182,192.94		(152,534.70)				182,192.94
-	137,874.77	-	182,192.94	-	(152,534.70)	-	-	-	182,192.94
	208,718.67								
	3,710,323.87		4,121,960.36		(411,636.49)				4,121,960.36
-	3,919,042.54	-	4,121,960.36	-	(411,636.49)	-	-	-	4,121,960.36
-	55,426,025.31	-	55,760,772.30	-	(6,778,719.19)	-	-	(4,802,844.00)	55,760,772.30
-	14,701.00		6,070.00	-	-	-	\$ 8,631.00	-	6,070.00
				\$ 7,476.00					
	9,235.00	\$ (0.25)	3,012.75				6,222.00		3,012.75
-	9,235.00	(0.25)	3,012.75	7,476.00	-	-	6,222.00	-	3,012.75
				974.00					
	4,960.00		1,672.00				3,288.00		1,672.00
-	4,960.00		1,672.00	974.00	-	-	3,288.00	-	1,672.00
				5,394.00					
				873.00					
				2,655.00					
	30,457.00	(0.28)	3,045.72				27,411.00		3,045.72
	6,763.00	0.48	1,566.48				5,197.00		1,566.48
-	37,220.00	0.20	4,612.20	8,922.00	-	-	32,608.00	-	4,612.20
				7,343.00					
				7,798.00					
	30,039.00	(0.10)	11,838.90				18,200.00		11,838.90
	20,349.00	(0.14)	1,620.86				18,728.00		1,620.86
	8,632.00	0.23	706.23				7,926.00		706.23
-	59,020.00	(0.01)	14,165.99	15,141.00	-	-	44,854.00	-	14,165.99
-	125,136.00	(0.06)	29,532.94	32,513.00	-	-	95,603.00	-	29,532.94
	652,463.56	(772,096.74)					219.37		9,495,442.82
							6,911.82		1,925,231.62
							3,564.68		1,918,539.17
							8,247.59		1,721,941.69
									1,917,203.40
		(414,062.56)			(335,309.25)				750,099.69
		312,016.01	652,560.14		(340,544.13)				851,360.32
		382,780.81	637,968.01		(255,187.20)				637,968.01
		133,056.00	221,760.00		(88,704.00)				221,760.00
		279,596.05	465,993.42		(186,397.37)				465,993.42
		272,914.94	454,858.24		(181,943.30)				454,858.24
		745,598.59	1,242,664.32		(497,065.73)				1,242,664.32
		328,296.90	547,161.50		(218,864.60)				547,161.50
		314,137.53	523,562.55		(209,425.02)				523,562.55
		2,725.50	4,542.50		(1,817.00)				4,542.50
		4,003.20	6,672.00		(2,668.80)				6,672.00
		2,277.00	3,795.00		(1,518.00)				3,795.00
		2,813.40	4,689.00		(1,875.60)				4,689.00
		2,220.00	3,700.00		(1,480.00)				3,700.00
		2,318.40	3,864.00		(1,545.60)				3,864.00
		2,865.60	4,776.00		(1,910.40)				4,776.00
		2,326.20	3,877.00		(1,550.80)				3,877.00
		2,470.20	4,117.00		(1,646.80)				4,117.00
		2,301.00	3,835.00		(1,534.00)				3,835.00
-	652,463.56	1,608,558.03	4,790,395.68	-	(2,330,987.60)	-	18,943.46	-	22,717,654.25
-	652,463.56	1,608,558.03	4,790,395.68	-	(2,330,987.60)	-	18,943.46	-	22,717,654.25

(Continued)

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

<u>State Grantor/ Program Title</u>	<u>State Project Number</u>	<u>Award Amount</u>	<u>Matching</u>	<u>Grant Period</u>		<u>Balance at June 30, 2014</u>	
				<u>From</u>	<u>To</u>	<u>Unearned Revenue/ Accounts Receivable</u>	<u>Due to Grantor</u>
Debt Service Fund:							
State Department of Education:							
State Support	15-495-034-5120-075	\$ 1,222,763.00	N/A	7-1-14	6-30-15	-	-
Enterprise Fund:							
State School Lunch Aid	12-100-010-3350-023	22,315.25	N/A	7-1-11	6-30-12	\$ (197.91)	
State School Lunch Aid	13-100-010-3350-023	20,688.23	N/A	7-1-12	6-30-13	(134.38)	
State School Lunch Aid	14-100-010-3350-023	19,065.67	N/A	7-1-13	6-30-14	(4,649.94)	
State School Lunch Aid	15-100-010-3350-023	17,646.34	N/A	7-1-14	6-30-15		
Total State School Lunch Aid						<u>(4,982.23)</u>	<u>-</u>
Total Enterprise Fund						<u>(4,982.23)</u>	<u>-</u>
Total State Financial Assistance subject to Major Program Determination for State Single Audit						<u>(6,250,567.94)</u>	<u>\$ 51,456.46</u>
State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:							
General Fund (Non-Cash Assistance):							
New Jersey Department of Treasury:							
On-behalf T.P.A.F. Pension Contributions - Normal Cost	495-034-5094-006/007	2,868,780.00	N/A	7-1-14	6-30-15		
On-behalf T.P.A.F. Pension Contributions - Post Retirement Medical	495-034-5094-001	4,554,190.00	N/A	7-1-14	6-30-15		
Total General Fund (Non-Cash Assistance)						<u>-</u>	<u>-</u>
Total State Financial Assistance						<u>\$ (6,250,567.94)</u>	<u>\$ 51,456.46</u>

(A) See Note 5 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

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

Carryover/ Walkover Amount	Cash Received	Adjustments (A)	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2015			Memo	
					Accounts Receivable	Unearned Revenue	Due to Grantor	Budgetary Receivable June 30, 2015	Cumulative Total Expenditures
-	\$ 1,222,763.00	-	\$ 1,222,763.00	-	-	-	-	-	\$ 1,222,763.00
		\$ 197.91 134.38							
	4,649.94 14,421.24		17,646.34		\$ (3,225.10)				17,646.34
-	19,071.18	332.29	17,646.34	-	(3,225.10)	-	-	-	17,646.34
-	19,071.18	332.29	17,646.34	-	(3,225.10)	-	-	-	17,646.34
-	57,445,459.05	\$ 1,608,890.26	61,821,110.26	\$ 32,513.00	(9,112,931.89)	\$ -	\$ 114,546.46	\$ (4,802,844.00)	79,748,368.83
	2,868,780.00 4,554,190.00		2,868,780.00 4,554,190.00						2,868,780.00 4,554,190.00
-	7,422,970.00	-	7,422,970.00	-	-	-	-	-	7,422,970.00
\$ -	\$ 64,868,429.05	\$ 1,608,890.26	\$ 69,244,080.26	\$ 32,513.00	\$ (9,112,931.89)	\$ -	\$ 114,546.46	\$ (4,802,844.00)	\$ 87,171,338.83

TOWNSHIP OF WASHINGTON 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 Washington 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*, and New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; 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 and 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 \$7,393.00 for the general fund and (\$36,098.98) for the special revenue fund. The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is (\$36,098.98) for 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.

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

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

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 395,387.99	\$ 63,183,742.30	\$ 63,579,130.29
Special Revenue	2,693,594.12	29,532.94	2,723,127.06
Capital Projects		4,790,395.68	4,790,395.68
Debt Service		1,222,763.00	1,222,763.00
Food Service	869,278.78	17,646.34	886,925.12
Total Awards and Financial Assistance	<u>\$ 3,958,260.89</u>	<u>\$ 69,244,080.26</u>	<u>\$ 73,202,341.15</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" represent the following:

<u>Adjustment</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
Rounding Adjustments	\$ (2.90)	\$ (0.06)	\$ (2.96)
Local Matching Share		1,808,811.72	1,808,811.72
Prior Year Expenditures		(198,800.18)	(198,800.18)
Grant Awards Canceled		(1,121.22)	(1,121.22)
Prior Year Grants Receivable Canceled	(5,796.00)		(5,796.00)
Total Adjustments	<u>\$ (5,798.90)</u>	<u>\$ 1,608,890.26</u>	<u>\$ 1,603,091.36</u>

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.

TOWNSHIP OF WASHINGTON 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? X yes none reported

Noncompliance material to financial statements noted? X yes no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? X yes 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? X yes no

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

	Special Education Cluster (I.D.E.A.):
84.027	I.D.E.A. Part B Basic
84.173	I.D.E.A. Part B Preschool
84.010	NCLB - Title I
	Child Nutrition Cluster:
10.555	National School Lunch Program
10.555	National School Lunch Program - Food Distribution
10.553	National School Breakfast Program
10.556	Special Milk Program

Dollar threshold used to determine Type A programs \$300,000

Auditee qualified as low-risk auditee? yes X no

TOWNSHIP OF WASHINGTON 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 New Jersey Circular 15-08-OMB? _____ yes X no

Identification of major programs:

GMIS Number(s)

Name of State Program

	State Aid - Public Cluster:
15-495-034-5120-078	Equalization Aid
15-495-034-5120-089	Special Education Categorical Aid
15-495-034-5120-085	Adjustment Aid
15-495-034-5120-084	Security Aid
15-495-034-5095-098	PARCC Readiness Aid
15-495-034-5095-097	Per Pupil Growth Aid
15-495-034-5120-014	Transportation Aid
15-495-034-5095-002	Reimbursed TPAF Social Security Contributions
	New Jersey School Development Authority -
15-5500-Various	Additional State School Building Aid

Dollar threshold used to determine Type A programs _____ \$1,854,633 _____

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

TOWNSHIP OF WASHINGTON 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.

Finding No. 2015-001

Criteria or Specific Requirement

District policy and procedures for the approval of invoices indicate that the School Business Administrator/Board Secretary or designee shall verify the vendor's invoice for the correct billing price and check the invoice for accurate extensions and omission of tax. In addition, all supporting records should be available for examination.

Condition

In certain instances regarding food service purchases, evidence of the verification of invoices was lacking and supporting documentation was not available for our examination.

Context

Evidence of the verification of invoices was lacking for five of forty food service department purchase orders examined for testing of internal controls. Additionally, five other food service purchase orders and supporting documentation were not available for our examination.

Effect

In certain instances, invoices were not properly verified in accordance with Board policy. Additionally, certain audit procedures could not be performed because purchase orders and supporting documentation were not available for our examination.

Cause

The District's designee did not sign the invoices for verification and the District was not able to locate the purchase orders and supporting documentation.

Recommendation

That all invoices be properly signed for verification in accordance with Board policy and that all purchase orders and supporting documentation be on file and available for examination.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWNSHIP OF WASHINGTON 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.

Finding No. 2015-001

Information on the Federal Program

National School Lunch Program, Federal CFDA No. 10.555
National School Breakfast Program, Federal CFDA No. 10.553
Special Milk Program, Federal CFDA No. 10.556

Criteria or Specific Requirement

District policy and procedures for the approval of invoices indicates that the School Business Administrator/Board Secretary or designee shall verify the vendor's invoice for the correct billing price and check the invoice for accurate extensions and omission of tax. In addition, all supporting records should be available for examination.

Condition

In certain instances regarding food service purchases, evidence of the verification of invoices was lacking and supporting documentation was not available for our examination.

Questioned Costs

None.

Context

Evidence of the verification of invoices was lacking for five of forty food service department purchase orders examined for testing of internal controls. Additionally, five other food service purchase orders and supporting documentation were not available for our examination.

Effect

In certain instances, invoices were not properly verified in accordance with Board policy. Additionally, certain audit procedures could not be performed because purchase orders and supporting documentation were not available for our examination.

Cause

The District's designee did not sign the invoices for verification and the District was not able to locate the purchase orders and supporting documentation.

Recommendation

That all invoices be properly signed for verification in accordance with Board policy and that all purchase orders and supporting documentation be on file and available for examination.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWNSHIP OF WASHINGTON 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.

TOWNSHIP OF WASHINGTON 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.

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARD FINDINGS

None.

STATE FINANCIAL ASSISTANCE FINDINGS

None.

