

**Comprehensive Annual
Financial Report**

of the

Borough of Woodcliff Lake Board of Education

County of Bergen

Woodcliff Lake, New Jersey

For the Fiscal Year Ended June 30, 2015

Prepared by

**Borough of Woodcliff Lake, Board of Education
Finance Department**

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INTRODUCTORY SECTION

Woodcliff Lake Public Schools

134 Woodcliff Avenue, Woodcliff Lake, NJ 07677

OFFICE OF THE SUPERINTENDENT

Lauren Barbelet
Superintendent of Schools

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FAX (201) 930-0488

December 2, 2015

Members of the Board of Education
Woodcliff Lake Public School District
Woodcliff Lake, NJ 07677

The comprehensive annual financial report of the Woodcliff Lake School District for the fiscal year ending 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 Woodcliff Lake School District (hereafter referred to as the "District"). 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 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 charts, and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Federal Single Audit Act and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments and Non-Profit Organizations", and the State Treasury Circular Letter 04-04 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.

Woodcliff Lake Board of Education

1. REPORTING ENTITY AND ITS SERVICES: The Woodcliff Lake Public School District is an independent reporting entity within the criteria adopted by Governmental Accounting Standards Board (GASB) Statement No. 39. All funds of the District are included in this report. The Woodcliff Lake Board of Education and both its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels pre-K through 8. These services include regular and special education for students with disabilities. The District closed the 2014-2015 fiscal year with an enrollment of nearly 800 students. Exhibit J-18 details the changes in the average student enrollment of the district over the last ten years.

2. ECONOMIC CONDITION AND OUTLOOK: Woodcliff Lake is primarily a residential community with a few small businesses and a corporate enterprise area. The latter provides a significant portion of the tax base. The economic health of the major businesses in this corporate area appears to be stable even in these unstable economic times. The financial condition of the municipality is reflected in the fact that in 2012, the borough received a bond rating of Aa1 from Moody's. In addition, the school district received a rating of AA+ from Standard and Poor's on a \$10,000,000 bond issue sold in March 2004. This same bond was refinanced in the fall of 2012, resulting in an \$800,000 savings to the taxpayers.

Woodcliff Lake has been viewed as one of the premier residential communities of the Northeastern United States. This is expected to continue.

Upon reflection, in October of 2008, the community, state, and national economies entered into a depressionary economic cycle. The effects of that recession began to affect the school and community economics by the spring of 2009. Our district experienced the complete loss of state aid and several other sources of state income were significantly reduced. The total financial loss to the district at that time was approximately \$750,000. The community was prevented from raising the funds to supplement this loss through taxes as the tax cap percentage eliminated this as an option.

After serious review of the district's current and future financial support, the Board of Education, with the help of its professional staff, reduced the entire school operation by 20 positions bringing the district back into financial balance. The school continues in 2014-2015 to be more efficient than ever before *from a financial perspective*. The District continues to plan and utilize staff to maximize efficiency. From the *educational view* the district has lost significant services that were valuable and desirable as experiences for children. From class size to academic programs to privatization of our custodial staff, the district has endured the financial loss and continues to explore income streams such as grants and donations. Our district will continue to charge tuition for our formerly free pre-school program and we will also continue to charge tuition for our after school child care program. Major building and grounds repairs have been prioritized and planned for future consideration.

3. MAJOR INITIATIVES: The District has remained firm in its commitment to apply available resources in an efficient and effective manner especially in light of the major financial loss it has experienced over the past few years. During the 2014-2015 school year, the district

applied for over 4 million dollars in state grant funding for capital projects. The state awarded the district over 3 million dollars for six projects, which empower safety and security, improved learning environments and building envelope.

The Board of Education continues to commit community resources to the infrastructure and educational programs needed to support the community's children, security, the PAARC assessment and alignment with Common Core Standards, as well as supplies and materials.

Woodcliff Lake Board of Education

The Board of Education sets the tone and provides the financial support for the district to move forward and make decisions to improve instruction. The Board encourages holding faculty (administrators and teachers) accountable for high-quality teaching and supports the effort to employ the best faculty available. In addition, the Board believes and supports a high degree of professional development to underpin a top-quality faculty.

Instructional Program Improvements

Instructional improvements, observed during the 2014-2015 school year, are the direct result of professional development and the support of our writing programs, mathematical understanding, teaching techniques and benchmark assessments. The district continues to send teachers to Columbia University's Teacher's College for summer instruction in the teaching of Readers & Writers workshop. In addition, the mathematics teachers attend professional development throughout the school year updating curriculum and enduring alignment of the Common Core State Standards. Timelines, meetings and workshops are shared with faculty members throughout the year. Student schedules are created utilizing creativity and teacher input.

Management Improvement 14-15

The management team meets monthly to review progress towards the district's objectives. In addition the team plans for additional programs which will guide the faculty. The team members are full participants in the planning of all activities and serve to alert senior management on the needs of the buildings and subject areas.

Faculty Improvement in 14-15

The faculty continues to participate in professional development activities that strengthen the skills needed to teach in the modern environment. Continued training in reading instruction, writing instruction, vocabulary/grammar instruction, math instruction, and technology integration are important for all faculty members in Woodcliff Lake.

All faculty members participate in formal observations and conferences with supervisors relative to their work. The process is comprehensive and serves as the basis for improvements to the teaching/learning process. In addition the observations are used in the decision making process for continued employment. All aspects of the teachers' work are considered during these evaluations.

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

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

Woodcliff Lake Board of Education

As part of the district's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including the 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. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of the fund balance in the subsequent year.

Those amounts to be reappropriated are reported as reservations of fund balance at June 30.

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

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

8. DEBT ADMINISTRATION: As of June 30, 2015, the district's outstanding bond debt included general improvement and refunding bond issues totaling \$7,845,000.00.

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 originally enacted in 1970 and amended in 2009 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 District carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

11. OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Suplee, Clooney & Company, CPA's, 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 Federal Single Audit Act and the related OMB Circular A-133 and state Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements, individual fund statements, and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

12. ACKNOWLEDGMENTS: We would like to express our sincere appreciation to the members of the Woodcliff Lake Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. Additionally, we wish to note that the preparation of this report could not have been accomplished without the efficient and dedicated services of our staff.

Respectfully submitted,



Lauren Barbelet,
District Superintendent

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY 07677

ROSTER OF OFFICIALS

JUNE 30, 2015

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Patricia Eichenlaub, President	2015
Jeffrey Hoffman, Vice President	2015
Peggy Falanga	2015
Robert Nathin	2017
Andrew Roth	2015
Kristin Saks	2017
Debra Starr	2016

Other Officials

Lauren Barbelet, Superintendent of Schools

Matthew Lynaugh, School Business Administrator/Board Secretary

Stephen R. Fogarty, Board Attorney

Robert Wright, Board Treasurer

WOODCLIFF LAKE BOARD OF EDUCATION

Consultants and Advisors

Architect

Dicara/Rubino
30 Galesi Drive
Wayne, New Jersey 07470

Audit Firm

Suplee, Clooney & Company
308 East Broad Street
Westfield, New Jersey 07090

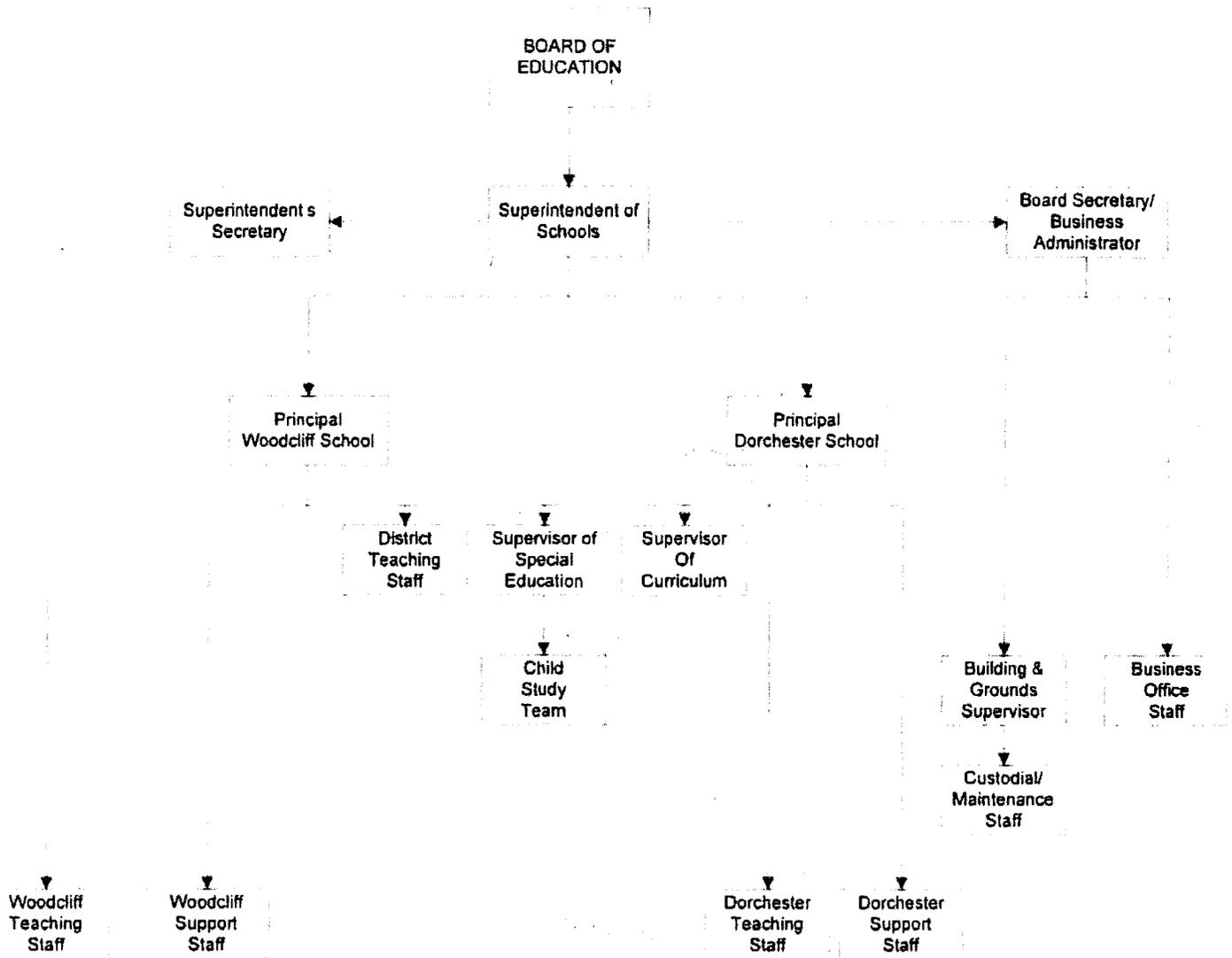
Attorney

Fogarty & Hara
16-00 Route 208 South
Fair Lawn, New Jersey 07410

Official Depository

Capital One Bank
553 Broadway
Westwood, New Jersey 07675

WOODCLIFF LAKE BOARD OF
EDUCATION
ORGANIZATIONAL CHART
(UNIT CONTROL)



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FINANCIAL SECTION



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Woodcliff Lake Borough School District
County of Bergen
Woodcliff Lake, New Jersey 07677

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 Woodcliff Lake Borough School District, County of Bergen, New Jersey as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey and the provisions of State of New Jersey OMB Circular 04-04 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

SUPLEE, CLOONEY & COMPANY

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 District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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 Woodcliff Lake Borough School District, County of Bergen, New Jersey as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 6 to the basic financial statements, in 2015, the District adopted Governmental Accounting Standards Board Statement No. 68, Accounting and Financial Reporting for Pensions and Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date (an amendment of GASB Statement 68). Our opinions are 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 in Exhibit C-1 through C-3 and the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 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.

SUPLEE, CLOONEY & COMPANY

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Woodcliff Lake Borough School District's basic financial statements. The accompanying supplementary information schedules such as the combining and individual fund financial statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by New Jersey's OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information schedules such as the combining and individual fund financial statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by New Jersey's OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and by the State of New Jersey, Department of Education, Division of Finance is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 2, 2015 on our consideration of the Woodcliff Lake Borough 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 Woodcliff Lake Borough School District's internal control over financial reporting and compliance.

December 2, 2015


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 93

REQUIRED SUPPLEMENTARY INFORMATION – Part I

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)**

**WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

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

Financial Highlights

Key financial highlights for 2015 are as follows:

- In total, net position increased \$1,541,773.76 which represents an 10 percent increase from 2014.
- General revenues accounted for \$14,855,445.12 in revenue, or 80 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$3,614,249.77 in revenue or 20 percent of total revenues.
- The School District had \$16,920,361.12 in expenses; only \$3,614,249.77 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily tax levy and unrestricted state aid) of \$14,847,885.12 were adequate to provide for these programs.
- Total Governmental Activities Net Position increased by \$1,511,557.30 as cash and cash equivalents increased by \$482,390.40, receivables increased by \$943,140.20, capital assets increased by \$5,848,430.51 and liabilities increased by \$3,511,553.29.
- Among governmental funds, the General Fund had \$16,929,521.36 in revenues and \$16,136,146.98 in expenditures.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and explanatory notes. The report is organized so that the reader can first understand Woodcliff Lake School District as a financial whole. The financial operations of each individual fund are also described in detail later in the report.

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED

The *Statement of Net Position and Statement of Activities*: The purpose of the Statement of Net Position and Statement of Activities is to combine financial data of all individual fund operations to present information about the activities of the School District as a whole. Activities are broken down into two broad categories: Governmental Activities and Business-Type Activities. The most significant amount of activity for the Woodcliff Lake Board of Education occurs in the category of Governmental Activities.

Reporting the School District as a Whole

State of Net Position and the Statement of Activities

While the CAFR report contains detail of all individual funds used by the School District to provide programs and activities, the most significant statements are the Statement of Net Position and Activities. These statements include all assets, liabilities and activities using the accrual basis of accounting. The accrual basis of accounting reflects recognition of revenues and expenditures when earned rather than received.

The Statements of Assets and Activities report the School District's net position and changes in those assets. This change in net position is important because it tells the reader whether the financial position of the School District has improved or diminished. The causes of this change may be attributable to non-financial factors such as: The School District's property tax base, changes in current State law, facility conditions, mandated educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District's operating activities are divided into two distinct types:

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

**WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows through those funds and the balances left at year-end. These funds are reported using an accounting method referred to as the modified accrual basis of accounting, which recognizes revenue and expenditures when they become both measurable and available. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps the reader determine the availability of financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities. These statements closely resemble financial statements of a private sector business entity.

The School District as a Whole

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

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

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED

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

Table 1		
Net Position		
Assets	2015	2014
Current and Other Assets	\$5,392,867.11	\$3,940,534.31
Capital Assets	<u>22,961,557.53</u>	<u>17,113,127.02</u>
Total Assets	<u>28,354,424.64</u>	<u>21,053,661.33</u>
Deferred Outflow of Resources	<u>571,816.00</u>	
Liabilities		
Long-Term Liabilities	10,802,986.03	7,418,552.03
Other Liabilities	<u>1,079,941.63</u>	<u>956,236.61</u>
Total Liabilities	<u>11,882,927.66</u>	<u>8,374,788.64</u>
Deferred Inflow of Resources	<u>459,271.66</u>	<u>277,273.14</u>
Net Position		
Net Investment in Capital Assets	15,506,851.84	8,277,587.84
Restricted	3,901,772.34	3,216,956.44
Unrestricted (Deficit)	<u>(2,824,582.86)</u>	<u>907,055.27</u>
Total Net Position	<u>\$16,584,041.32</u>	<u>\$12,401,599.55</u>

The District's combined net position were \$16,584,041.32 on June 30, 2015. Table 2 shows changes in net position for fiscal years 2015 and 2014. The Net Pension for June 30, 2014 have not been restated to reflect the District's Net Pension Liability required by the implementation of GASB 68. The District's investment in capital assets is shown net of any related debt used to acquire those assets.

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Table 2 shows changes in net position for fiscal year 2015.

Changes in Net Position

Revenues	2015	2014
Program Revenues:		
Charges for Services	\$309,196.79	\$319,972.48
Operating Grants and Contributions	3,297,492.98	1,855,139.56
General Revenues:		
Property Taxes	14,507,231.00	14,224,952.00
Grants and Entitlements	387,526.73	64,295.10
Other	<u>(39,312.61)</u>	<u>25,031.54</u>
 Total Revenues	 <u>18,462,134.89</u>	 <u>16,489,390.68</u>
 Program Expenses		
Instruction	10,368,513.15	8,900,169.96
Support Services:		
Pupils and Instructional Staff	2,771,150.71	2,415,509.82
General and School Administration and Business Operations and		
Maintainance	1,627,248.37	1,474,718.34
Pupil Transportation	1,221,003.14	1,189,136.63
Business Type Activities	166,346.58	140,447.09
Other	<u>766,099.17</u>	<u>704,646.65</u>
 Total Expenses	 <u>16,920,361.12</u>	 <u>14,824,628.49</u>
 Change in Net Position	 <u><u>\$1,541,773.76</u></u>	 <u><u>\$1,664,762.19</u></u>

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Governmental Activities

The nature of funding public schools primarily through property taxes in New Jersey creates the legal requirement to annually seek voter approval for the School District budget. Property taxes made up 87 percent of revenues for governmental activities for the Woodcliff Lake School District for fiscal year 2015. Property tax revenues increased by \$302,680.00 which is a .01 percent increase over the prior year. The District's total revenues were \$16,929,521.26 for the year ended June 30, 2015.

Instruction comprises 61 percent of district expenses. Support Services costs make up 29 percent of the total expenditures.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. *Table 3* shows the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

	<u>Total Cost of Services 2015</u>	<u>Total Cost of Services 2014</u>	<u>Net Cost of Services 2015</u>	<u>Net Cost of Services 2014</u>
Instruction	\$10,368,513.15	\$8,900,169.96	7,698,894.65	7,175,625.74
Support Services:				
Pupils and Instructional Staff	2,771,150.71	2,415,509.82	2,290,286.99	2,278,077.83
General and School Administration and Business and Maintenance	1,627,248.37	1,474,718.34	1,375,618.62	1,367,528.57
Pupil Transportation	1,221,003.14	1,189,136.63	1,204,566.14	1,170,005.93
Business Type Activities	166,346.58	140,447.09	(29,354.21)	(46,368.27)
Other	766,099.17	704,646.65	766,099.17	704,646.65
Total Expenses	<u>\$16,920,361.12</u>	<u>\$14,824,628.49</u>	<u>\$13,306,111.36</u>	<u>\$12,649,516.45</u>

WOODCLIFF LAKE BOARD OF EDUCATION
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Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching students.

General administration, school administration and central services include expenses associated with administrative and financial supervision of the district.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective condition and providing for the safety and security for all members of the school community while on school property.

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services.

Pupil transportation includes activities associated with the conveyance of both regular education and special education students to and from school, school activities and athletic events, as provided by state law.

Extracurricular activities include expenses related to student activities provided by the school district which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the school district.

The School District relies mainly upon tax revenues to function. The community, as a whole, is the primary support for the Woodcliff Lake School District

Business-Type Activities

Revenue for the District's business-type activities was comprised of the Food Service Program and After the Bell Program. *Table 4* represents the change in net position for these activities. Overall business type revenues exceeded expenses by \$30,216.47.

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Table 4
Changes in Net Position
Business-Type Activities

Revenues	2015	2014
Program Revenues:		
Charges for services	195,700.79	186,815.36
Other	862.26	985.90
Total Revenues	196,563.05	187,801.26
Program Expenses		
Services	166,346.58	140,447.09
Total Expenses	166,346.58	140,447.09
Increase / (Decrease) in Net Position	30,216.47	47,354.17

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$16,929,521.26 and expenditures and financing uses were \$16,136,146.98

**WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
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As demonstrated by the various statements and schedules included in the financial section of this report, the School District continues to meet its responsibility for sound financial management. The following schedules present a summary of general fund, special revenue fund, capital projects and debt service fund revenues for the fiscal year ended June 30, 2015 and the amount and percentage of increase and decrease in relation to prior year revenues.

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase(Decrease) from FY 2014</u>	<u>Percent Increase (Decrease)</u>
Local Sources	\$14,643,229.55	86.50%	\$191,342.79	1.32%
State Sources	2,096,996.71	12.39%	433,306.21	26.04%
Federal Sources	<u>189,295.00</u>	<u>1.12%</u>	<u>3,282.84</u>	<u>1.76%</u>
Total	<u>\$16,929,521.26</u>	<u>100.00%</u>	<u>\$627,931.84</u>	<u>1.14%</u>

Local revenues increased mainly due to a property tax increase needed to fund the additional expenditures associated with the instructional program and increased operating costs and a decrease in State funding. Federal sources decreased due to the less grant funding.

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

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase(Decrease) from FY 2014</u>	<u>Percent Increase (Decrease)</u>
Current:				
Instruction	\$5,804,185.65	35.97%	\$66,487.90	1.16%
Support Services	9,424,726.24	58.41%	1,339,848.24	16.57%
Capital Outlay	<u>907,235.09</u>	<u>5.62%</u>	<u>488,853.71</u>	<u>116.84%</u>
Total	<u>\$16,136,146.98</u>	<u>100.00%</u>	<u>\$940,866.35</u>	<u>1.75%</u>

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
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General Fund Budgeting Highlights

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

- Over the course of the year, the Board of Education, when appropriate, approved budget transfers to keep accounts in balance. Transfers to the budget were made to accurately reflect expenditures according to state guidelines and prevent over-expenditures in specific line item accounts.

Capital Assets

At the end of the fiscal year 2015, the School District had \$17,321,557.53 invested in building, building improvements, furniture, equipment and vehicles. *Table 5* shows fiscal year 2015 balances compared to 2014.

Table 5
Capital Assets (Net of Depreciation) at June 30, 2015

	<u>2015</u>	<u>2014</u>
Land	\$5,640,000.00	\$5,640,000.00
Land and Site Improvements	107,651.83	119,878.21
Construction in Progress		
Building and Building Improvements	16,807,916.43	16,443,109.27
Intangible Asset-Easement		
Machinery and Equipment	<u>405,989.27</u>	<u>550,139.54</u>
Total	<u><u>\$22,961,557.53</u></u>	<u><u>\$22,753,127.02</u></u>

Overall capital assets increased \$208,930.51 from fiscal year 2014 to fiscal year 2015. The increase in capital assets is due primarily to new construction.

**WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Debt Administration

At June 30, 2015, the School District had \$10,802,986.03 of outstanding long-term liabilities. Of this amount, \$285,000 is for compensated absences, \$33,552.03 is for capital leases, \$3,324,434.00 is pension related and \$7,160,000.00 is for serial bonds for school construction. For more detailed information on the District's long-term liabilities, please refer to the Notes to the Basic Financial Statements.

For the Future

The Woodcliff Lake School District is currently in sound financial condition. However, with reductions in State Aid and legislation restricting both spending and property tax increases, it is anticipated that a reduction in the educational program and increased class size could be necessary in order to comply with State mandated budget restraints. In addition, continual increases in fixed costs above the rate of inflation have forced a shifting of the burden to the local level. Yet, with all of the above challenges, the Woodcliff Lake School District continues to provide a quality education experience, improve the facilities and increase the use of technology. The Board of Education and Administration will continue to seek sound financial methods to insure that the operation of the school district remains efficient, while providing strong academic programming.

Contacting the School District's Financial Management Office

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact Matthew Lynaugh, Business Administrator/Board Secretary, Woodcliff Lake Board of Education, - Woodcliff Lake, NJ 07677.

BASIC FINANCIAL STATEMENTS

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2015

DISTRICT-WIDE FINANCIAL STATEMENTS

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2015

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash and cash equivalents	\$ 3,787,048.50	\$ 234,075.98	\$ 4,021,124.48
Receivables, net	1,157,296.94		1,157,296.94
Restricted assets:			
Restricted cash and cash equivalents	214,445.69		214,445.69
Capital assets:			
Non Depreciable	5,640,000.00		5,640,000.00
Depreciable - Net	<u>17,321,557.53</u>		<u>17,321,557.53</u>
Total Assets	<u>28,120,348.66</u>	<u>234,075.98</u>	<u>28,354,424.64</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Related to pension	<u>571,816.00</u>		<u>571,816.00</u>
LIABILITIES:			
Accounts payable	159,725.69	30.73	159,756.42
Unearned revenue	830,136.27		830,136.27
Accrued Interest payable	90,048.94		90,048.94
Noncurrent liabilities:			
Due within one year	715,292.22		715,292.22
Due beyond one year	6,763,259.81		6,763,259.81
Net Pension Liability	<u>3,324,434.00</u>		<u>3,324,434.00</u>
Total liabilities	<u>11,882,896.93</u>	<u>30.73</u>	<u>11,882,927.66</u>
DEFERRED INFLOWS OF RESOURCES:			
Related to pension	198,118.00		198,118.00
Gain on Refunding of Long-Term Debt	<u>261,153.66</u>		<u>261,153.66</u>
	459,271.66		459,271.66
NET POSITION:			
Net investment in capital assets	15,506,851.84		15,506,851.84
Restricted for:			
Capital projects	1,253,562.65		1,253,562.65
Debt service (deficit)	(90,048.94)		(90,048.94)
Other purposes	2,738,258.63		2,738,258.63
Unrestricted (deficit)	<u>(3,058,628.11)</u>	<u>234,045.25</u>	<u>(2,824,582.86)</u>
Total net position	<u>\$ 16,349,996.07</u>	<u>\$ 234,045.25</u>	<u>\$ 16,584,041.32</u>

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

BOROUGH OF WOODCLIFF SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
JUNE 30, 2015

Functions/Programs	Expenses	Indirect Expenses Allocation	Programs Revenues			Net (Expense) Revenue and Changes in Net Position		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:								
Instruction:								
Regular	\$ 5,395,614.52	\$ 3,468,408.39	\$ 44,695.00	\$ 1,530,248.64		\$ (7,289,079.27)	\$	\$ (7,289,079.27)
Special	1,166,632.24		68,801.00	613,444.00		(484,387.24)		(484,387.24)
Other Instruction	337,858.00			404,869.86		67,011.86		67,011.86
Support services:								
Tuition	484,252.49					(484,252.49)		(484,252.49)
Student & instruction related services	2,282,165.84	4,732.38		480,863.73		(1,806,034.50)		(1,806,034.50)
General administrative services	368,491.93	6,994.39		62,097.49		(313,388.83)		(313,388.83)
School administrative services	517,082.62	1,344.00		123,094.36		(395,332.25)		(395,332.25)
Central services	268,785.90	4,756.51		66,437.90		(207,104.52)		(207,104.52)
Plant operations and maintenance	428,359.72	31,433.30				(459,793.02)		(459,793.02)
Pupil transportation	1,221,003.14			16,437.00		(1,204,566.14)		(1,204,566.14)
Unallocated benefits	3,374,300.99	(3,374,300.99)						
Interest on Long-Term Debt	238,097.57					(238,097.57)		(238,097.57)
Unallocated depreciation	671,369.58	(143,367.98)				(528,001.60)		(528,001.60)
Total governmental activities	<u>16,754,014.54</u>		<u>113,496.00</u>	<u>3,297,492.98</u>		<u>(13,343,025.56)</u>		<u>(13,343,025.57)</u>
Business-type activities								
Food Service	9,617.67		8,978.50				(639.17)	(639.17)
After the Bell	156,728.91		186,722.29				29,993.38	29,993.38
Total business-type activities	<u>166,346.58</u>		<u>195,700.79</u>				<u>29,354.21</u>	<u>29,354.21</u>
Total primary government	\$ <u>16,920,361.12</u>		\$ <u>309,196.79</u>	\$ <u>3,297,492.98</u>	\$	\$ <u>(13,343,025.56)</u>	\$ <u>29,354.21</u>	\$ <u>(13,313,671.36)</u>
General Revenues:								
Taxes:								
Property taxes, levied for general purposes, net						\$ 13,586,718.00	\$	\$ 13,586,718.00
Taxes levied for debt service						920,513.00		920,513.00
Federal and state aid not restricted						28,928.00		28,928.00
Federal and state aid restricted						358,598.73		358,598.73
Cancellation of SDA Grant						(62,677.42)		(62,677.42)
Miscellaneous income						22,502.55	862.26	23,364.81
Total general revenues						<u>14,854,582.86</u>	<u>862.26</u>	<u>14,855,445.12</u>
Change in Net Position						1,511,557.30	30,216.47	1,541,773.76
Net Position (as restated)- beginning								
						14,838,438.77	203,828.78	15,042,267.55
Net Position ending								
						<u>\$ 16,349,996.07</u>	<u>\$ 234,045.25</u>	<u>\$ 16,584,041.31</u>

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

MAJOR FUND FINANCIAL STATEMENTS

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015

	<u>GENERAL</u> <u>FUND</u>	<u>CAPITAL</u> <u>PROJECTS</u> <u>FUND</u>	<u>TOTAL</u> <u>GOVERNMENTAL</u> <u>FUNDS</u>
ASSETS:			
Cash and cash equivalents	\$ 1,605,596.42	\$ 2,181,452.08	3,787,048.50
Cash, Capital Reserve	214,445.69		214,445.69
Due from other funds	1,121,513.16		1,121,513.16
Receivables from other governments	<u>155,296.94</u>	<u>1,002,000.00</u>	<u>1,157,296.94</u>
Total assets	<u>\$ 3,096,852.21</u>	<u>\$ 3,183,452.08</u>	<u>6,280,304.29</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Due to other funds	\$ 25,451.69	\$ 1,121,513.16	\$ 1,121,513.16
Accounts payable	21,760.00		25,451.69
Unearned revenue	<u>47,211.69</u>	<u>808,376.27</u>	<u>830,136.27</u>
Total liabilities	<u>47,211.69</u>	<u>1,929,889.43</u>	<u>1,977,101.12</u>
Fund balances:			
Restricted for:			
Capital reserve account	2,174,080.30		2,174,080.30
Maintenance reserve account	190,000.00		190,000.00
Capital Projects fund			
Assigned for year-end encumbrances	179,647.00	1,253,562.65	1,433,209.65
Assigned for subsequent years expenditures	200,000.00		200,000.00
Unassigned:			
General fund	<u>305,913.22</u>		<u>305,913.22</u>
Total fund balances	<u>3,049,640.52</u>	<u>1,253,562.65</u>	<u>4,303,203.17</u>
Total liabilities and fund balances	<u>\$ 3,096,852.21</u>	<u>\$ 3,183,452.08</u>	<u>\$ 6,280,304.29</u>

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local sources:					
Local tax levy	\$ 13,586,718.00			\$ 920,513.00	\$ 14,507,231.00
Interest earned on capital reserve	419.28				419.28
Tuition	113,496.00				113,496.00
Miscellaneous	15,030.54		\$ 7,052.73		22,083.27
Total - local sources	<u>13,715,663.82</u>		<u>7,052.73</u>	<u>920,513.00</u>	<u>14,643,229.55</u>
State sources	1,738,397.98		345,433.73	13,165.00	2,096,996.71
Federal sources		\$ 189,295.00			189,295.00
Total revenues	<u>15,454,061.80</u>	<u>189,295.00</u>	<u>352,486.46</u>	<u>933,678.00</u>	<u>16,929,521.26</u>
EXPENDITURES:					
Current expense:					
Regular instruction	4,505,648.32				4,505,648.32
Special instruction	998,227.24	168,405.00			1,166,632.24
Other Instruction	111,015.09	20,890.00			131,905.09
Support services:					
Tuition	484,252.49				484,252.49
Student and instruction related services	2,005,448.96				2,005,448.96
General administrative services	331,217.35				331,217.35
School administrative services	440,592.75				440,592.75
Central services	405,780.67				405,780.67
Plant operations and maintenance	1,220,174.76				1,220,174.76
Pupil transportation	218,728.77				218,728.77
Unallocated benefits	3,374,300.99				3,374,300.99
Debt Service:					
Principal				685,000.00	685,000.00
Interest				259,229.50	259,229.50
Capital outlay	43,650.77		863,584.32		907,235.09
Total expenditures	<u>14,139,038.16</u>	<u>189,295.00</u>	<u>863,584.32</u>	<u>944,229.50</u>	<u>16,136,146.98</u>
Excess (deficiency) of revenues over (under) expenditures	1,315,023.64		(511,097.86)	(10,551.50)	793,374.28
Other financing sources (uses):					
SDA Grant Canceled			(62,677.42)		(62,677.42)
Transfer to capital reserve	82,100.05		(82,100.05)		
Transfer to capital projects fund	(410,017.00)		410,017.00		
Total other financing sources (uses)	<u>(327,916.95)</u>		<u>265,239.53</u>		<u>(62,677.42)</u>
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	987,106.69		(245,858.33)	(10,551.50)	730,696.86
Fund balances, July 1, 2014	2,062,533.83	\$ -0-	\$ 1,499,420.98	\$ 10,551.50	\$ 3,572,506.31
Fund balances, June 30, 2015	<u>\$ 3,049,640.52</u>	<u>\$ -0-</u>	<u>\$ 1,253,562.65</u>	<u>\$ -0-</u>	<u>\$ 4,303,203.17</u>

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local sources:					
Local tax levy	\$ 13,586,718.00			\$ 920,513.00	\$ 14,507,231.00
Interest earned on capital reserve	419.28				419.28
Tuition	121,056.00				121,056.00
Miscellaneous	7,470.54		\$ 7,052.73		14,523.27
Total - local sources	<u>13,715,663.82</u>		<u>7,052.73</u>	<u>920,513.00</u>	<u>14,643,229.55</u>
State sources	1,738,397.98		345,433.73	13,165.00	2,096,996.71
Federal sources		\$ 189,295.00			189,295.00
Total revenues	<u>15,454,061.80</u>	<u>189,295.00</u>	<u>352,486.46</u>	<u>933,678.00</u>	<u>16,929,521.26</u>
EXPENDITURES:					
Current expense:					
Regular instruction	4,505,648.32				4,505,648.32
Special instruction	998,227.24	168,405.00			1,166,632.24
Other instruction	111,015.09	20,890.00			131,905.09
Support services:					
Tuition	484,252.49				484,252.49
Student and instruction related services	2,005,448.96				2,005,448.96
General administrative services	331,217.35				331,217.35
School administrative services	440,592.75				440,592.75
Central services	405,780.67				405,780.67
Plant operations and maintenance	1,220,174.76				1,220,174.76
Pupil transportation	218,728.77				218,728.77
Unallocated benefits	3,374,300.99				3,374,300.99
Debt Service:					
Principal				685,000.00	685,000.00
Interest				259,229.50	259,229.50
Capital outlay	43,650.77		863,584.32		907,235.09
Total expenditures	<u>14,139,038.16</u>	<u>189,295.00</u>	<u>863,584.32</u>	<u>944,229.50</u>	<u>16,136,146.98</u>
Excess (deficiency) of revenues over (under) expenditures	1,315,023.64		(511,097.86)	(10,551.50)	793,374.28
Other financing sources (uses):					
SDA Grant Canceled			(62,677.42)		(62,677.42)
Transfer to capital reserve	82,100.05		(82,100.05)		
Transfer to capital projects fund	(410,017.00)		410,017.00		
Total other financing sources (uses)	<u>(327,916.95)</u>		<u>265,239.53</u>		<u>(62,677.42)</u>
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	987,106.69		(245,858.33)	(10,551.50)	730,696.86
Fund balances, July 1, 2014	<u>2,062,533.83</u>	\$ -0-	<u>1,499,420.98</u>	<u>10,551.50</u>	<u>3,572,506.31</u>
Fund balances, June 30, 2015	<u>\$ 3,049,640.52</u>	<u>\$ -0-</u>	<u>\$ 1,253,562.65</u>	<u>\$ -0-</u>	<u>\$ 4,303,203.17</u>

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

BOROUGH OF WOODCLIFF LAKE 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 (from B-2)	\$	730,696.86
<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	\$	(671,369.58)
Capital outlays		907,235.09
Less: Capital outlays not capitalized		<u>(27,435.00)</u>
		208,430.51
<p>Long-term debt issued is an other financing source in the governmental funds and increases governmental funds fund balance, but in the statement of activities the issuance of long term debt increases long term liabilities and is not reported on the statement of activities:</p>		
Unearned Amount on Refunding Bond Payments to Escrow Agent, net		16,119.48
<p>Repayment of long-term debt 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>		
Payment of capital lease payable		9,714.01
Payment of bonds payable		685,000.00
<p>In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. An decrease in accrued interest is a addition in the reconciliation while a decrease in accrued interest is an addition.</p>		
		7,274.44
<p>District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.</p>		
District pension contributions		146,379.00
Less: Pension expense		<u>(232,057.00)</u>
		(85,678.00)
<p>In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).</p>		
		<u>(60,000.00)</u>
Change in net position of governmental activities	\$	<u><u>1,511,557.30</u></u>

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

OTHER FUNDS

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS-ENTERPRISE FUNDS
JUNE 30, 2015

	FOOD SERVICE FUND (NON-MAJOR) <u>TOTAL</u>	AFTER THE BELL FUND (NON-MAJOR) <u>TOTAL</u>	<u>TOTAL</u>
ASSETS:			
Current assets:			
Cash and cash equivalents	\$ <u>2,498.10</u>	\$ <u>231,577.88</u>	\$ <u>234,075.98</u>
Total current assets	<u>2,498.10</u>	<u>231,577.88</u>	<u>234,075.98</u>
Total assets	\$ <u><u>2,498.10</u></u>	\$ <u><u>231,577.88</u></u>	\$ <u><u>234,075.98</u></u>
LIABILITIES:			
Current liabilities:			
Accounts payable	\$ <u>30.73</u>	\$ <u> </u>	\$ <u>30.73</u>
Total current liabilities	<u>30.73</u>	<u> </u>	<u>30.73</u>
Total liabilities	\$ <u><u>30.73</u></u>	\$ <u><u> </u></u>	\$ <u><u>30.73</u></u>
NET POSITION:			
Unrestricted	\$ <u>2,467.37</u>	\$ <u>231,577.88</u>	\$ <u>234,045.25</u>
Total net position	\$ <u><u>2,467.37</u></u>	\$ <u><u>231,577.88</u></u>	\$ <u><u>234,045.25</u></u>

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS-ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	FOOD SERVICE FUND (NON-MAJOR) TOTAL	AFTER THE BELL FUND (NON-MAJOR) TOTAL	TOTAL
OPERATING REVENUES:			
Charges for services:			
After-Care Fees	\$	\$	\$
Daily sales - reimbursable programs	8,978.50	186,722.29	186,722.29
	<u>8,978.50</u>	<u>186,722.29</u>	<u>186,722.29</u>
Total operating revenues	<u>8,978.50</u>	<u>186,722.29</u>	<u>195,700.79</u>
OPERATING EXPENSES:			
Salaries	3,734.00	134,368.45	138,102.45
Transportation		22,360.46	22,360.46
Miscellaneous		22,360.46	22,360.46
Cost of sales	5,883.67		5,883.67
	<u>9,617.67</u>	<u>156,728.91</u>	<u>166,346.58</u>
Total operating expenses	<u>9,617.67</u>	<u>156,728.91</u>	<u>166,346.58</u>
Operating Income/(loss)	<u>(639.17)</u>	<u>29,993.38</u>	<u>29,354.21</u>
Interest and investment income	12.41	849.85	862.26
	<u>12.41</u>	<u>849.85</u>	<u>862.26</u>
Total non-operating revenues	<u>12.41</u>	<u>849.85</u>	<u>862.26</u>
Change in net position	(626.76)	30,843.23	30,216.47
Total net position - beginning	<u>3,094.13</u>	<u>\$ 200,734.65</u>	<u>203,828.78</u>
Total net position - ending	<u>\$ 2,467.37</u>	<u>\$ 231,577.88</u>	<u>\$ 234,045.25</u>

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	State Unemployment Compensation Trust Fund	Agency Funds
	<u> </u>	<u> </u>
ASSETS:		
Cash and cash equivalents	\$	\$ 102,207.79
Intrafund receivable	<u>7,839.13</u>	<u> </u>
Total Assets	\$ <u>7,839.13</u>	\$ <u>102,207.79</u>
LIABILITIES:		
Payroll deductions and withholdings		\$ 21,768.06
Intrafund Payable		7,839.13
Due to student groups		<u>72,600.60</u>
Total liabilities		\$ <u>102,207.79</u>
NET POSITION:		
Held in trust for unemployment claims and other purposes	\$ <u>7,839.13</u>	

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

		<u>State Unemployment Compensation Trust Fund</u>
ADDITIONS:		
Contributions:		
Other	\$	<u>54,153.36</u>
Total contributions		<u>54,153.36</u>
Total additions		<u>54,153.36</u>
DEDUCTIONS:		
Unemployment claims		<u>53,849.06</u>
Total deductions		<u>53,849.06</u>
Change in net position		304.30
Net position beginning of year		<u>7,534.83</u>
Net position end of year	\$	<u><u>7,839.13</u></u>

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

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Borough of Woodcliff Lake School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below:

Reporting Entity

The School District is a Type II District located in Bergen County, New Jersey. The School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board of Education of the District, comprised of seven elected individuals, is the primary governing authority of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled "*Determining Whether Certain Organizations are Component Units*" (GASB 39) as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and that meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization.
3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include one elementary school and one middle school. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation, Basis of Accounting

The District's basic financial statements consist of District-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Basis of Presentation

District-wide Statements: The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net position presents the financial condition of the governmental and business-type activities of the District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements are presented for each fund category-governmental, proprietary, and fiduciary. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE as the oversight entity believes that the presentation of all funds as major is important for the public interest and to promote consistency among District financial reporting models.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds

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

As required by the New Jersey Statement Department of Education, the District includes budgeted capital outlay in this fund. U.S. Generally Accepted Accounting Principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes, and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to 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. These resources can be transferred from and to the current expense by Board resolution; in certain instances approval by the County Superintendent of Schools may also be required.

Special Revenue Fund The special revenue fund is used to account for the proceeds of specific revenue sources from State and Federal Government (other than those for major capital projects, debt service or proprietary funds) and local appropriations that are restricted or committed to expenditures for specified purposes.

Capital Projects Funds The capital projects fund is used to account for and report all financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of major capital facilities or other capital assets.

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.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds

Enterprise Fund The enterprise fund accounts for all revenues and expenses pertaining to the District's Food Service and After the Bell program operations. Enterprise funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (*i.e.* expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Fiduciary Funds

Agency Funds The agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District. The agency funds included are as follows:

Payroll and Student Activities Funds These are agency funds used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Private Purpose Trust Funds These trust funds are used to account for assets donated by individuals that will provide for the payment of awards and other purposes.

Unemployment Insurance Trust Funds An expendable trust fund used to account for unemployment compensation claims as they arise.

Basis of Accounting-Measurement Focus

Basis of accounting determines when transactions are recorded in the financial records and reported in the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation for expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from the issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Account Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. 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:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets/Budgetary Control (Continued)

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (NJSA 18A:22-44.2) revenue recognition of deferred State Aid payments for budgetary purposes only and the accounting treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognized 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 records.

Encumbrance Accounting

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditures of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as assigned fund balances 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 special revenue and capital project funds for which the District has received advances are reflected in 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.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfunds

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available spendable resources.

Inventories and Prepaid Expenses

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

Prepaid expenses which benefit future periods, other than those recorded in the enterprise fund, are recorded as expenditures in the year of purchase.

Capital Assets

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & Computer Equipment	10
Instructional Equipment	10
Grounds Equipment	15

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after four years of service.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave and vacation days that are expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

For the district-wide statements, the current portion is the amount estimated to be used in the following year. For the governmental funds in the fund financial statements, a liability is reported only for to the extent of the amount actually due at year end as a result of employee resignations/retirements. Compensated absences are a reconciling item between the fund level and district-wide presentations.

Unearned Revenue

Unearned revenue in the special revenue and capital projects funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable practice under generally accepted accounting principles.

Accrued Liabilities and Long-Term Liabilities

All payables, accrued liabilities, and long-term liabilities are reported on the district-wide 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, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long term debt is recognized as a liability on the fund financial statements when due.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

GASB 63 provides guidance for reporting net position in the statement of financial position and related disclosures. In compliance with GASB 63, the Statement of Net Assets has been renamed the Statement of Net Position. Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Fund Balance

The District implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions". This statement modifies fund balance reporting and clarifies fund type definitions. This new Statement aims to enhance the usefulness of fund balance information by providing clearer fund balance clarifications that can be applied more consistently.

Under the new standard, in the fund financial statements, governmental funds report the following classifications of fund balance:

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

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve and Maintenance Reserve as Restricted Fund Balance.

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

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

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (Continued)

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

When an expenditure is incurred for purposes for which both restricted and unassigned fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

The general fund is the only fund that will report a negative unassigned fund balance. For all other governmental funds the amount of a residual deficit would be classified as unassigned.

Revenues Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, "available" means within sixty days of the fiscal year end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues - Exchange and Non-Exchange Transactions

Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year end: property taxes available as an advance, interest, and tuition.

Proprietary Fund Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the School District enterprise funds are charges to customers for sales of food service and charges for the After the Bell program. Operating expenses for enterprise funds include the cost of sales and services, administrative expense and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Management Estimates

The preparation of financial statements in conformity with GAAP requires management to make assumptions that affect the amounts reported as revenue and expenditures/expenses during the reporting period. These estimates may differ from actual results.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting and Financial Reporting for Pensions

In fiscal year 2015, the District implemented GASB 68. This Statement amends GASB Statement No. 27. It improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. This statement is effective for periods beginning after June 15, 2014.

The District has also implemented GASB Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. Statement 68 requires a state or local government employer (or nonemployer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or nonemployer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting and Financial Reporting for Pensions (Continued)

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

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

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualify for reporting in this category, deferred amounts from an original issue premium on refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the District has only one item that qualifies for reporting in this category, deferred amounts from the gain on refunding debt.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 2: CASH, CASH EQUIVALENTS AND INVESTMENTS

The District considers petty cash, change funds, cash in banks, certificates of deposits, and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at fair value.

Deposits

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. Each depository participating in the GUDPA system must pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds. No collateral is required for amounts covered by FDIC insurance. The collateral which may be pledged to support these deposits includes obligations of the State and federal governments, insured securities and other collateral approved by the Department. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 2: CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits (Continued)

Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

As of June 30, 2015, cash and cash equivalents of the District consisted of the following:

Fund Type:	Bank	Reconciling Items:		Reconciled
	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Governmental	\$4,364,978.66		\$363,484.47	\$4,001,494.19
Proprietary	234,075.98			234,075.98
Fiduciary	<u>365,787.18</u>	<u>3,765.00</u>	<u>267,344.39</u>	<u>102,207.79</u>
	<u>\$4,964,841.82</u>	<u>\$3,765.00</u>	<u>\$630,828.86</u>	<u>\$4,337,777.96</u>

Custodial Credit Risk- Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2015, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of \$4,964,841.82, \$250,000.00 was covered by Federal Depository Insurance and \$4,714,841.82 was covered under the provisions of NJGUDPA.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 2: CASH, CASH EQUIVALENTS AND INVESTMENTS

Investments

The types of investments which may be purchased by the District are strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investments (Continued)

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 C. 17:1941); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

At June 30, 2015, the District had no outstanding investments.

Based upon the limitation set forth by New Jersey Statutes 18A:20-37 and its existing investment practices, the District is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risks for its deposits and investments.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 3: CAPITAL ASSETS

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

	<u>Beginning</u> <u>Balance(As restated)</u>	<u>Additions</u>	<u>Transfers/</u> <u>Deletions</u>	<u>Ending</u> <u>Balance</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$5,640,000.00			\$5,640,000.00
Total Capital Assets not being depreciated	5,640,000.00			5,640,000.00
Land and Site improvements	608,056.00			\$608,056.00
Buildings & Building Improvements	23,348,245.13	\$867,478.32		24,215,723.45
Machinery & Equipment	1,598,937.58	12,321.77	(\$12,925.00)	1,598,334.35
Totals at historical cost	25,555,238.71	879,800.09	(12,925.00)	26,422,113.80
Gross Assets (Memo only)	31,195,238.71	879,800.09	(12,925.00)	32,062,113.80
Less: Accumulated Depreciation				
Land and Site improvements	(488,177.79)	(12,226.38)		(500,404.17)
Buildings & Building Improvements	(6,905,135.86)	(502,671.16)		(7,407,807.02)
Machinery & Equipment	(1,048,798.04)	(156,472.04)	12,925.00	(1,192,345.08)
Total Depreciation	(8,442,111.69)	(671,369.58)	12,925.00	(9,100,556.27)
Total capital assets being depreciated, net of depreciation	17,113,127.02	208,430.51		17,321,557.53
Total Governmental Fund Activities	<u>\$22,753,127.02</u>	<u>\$208,430.51</u>		<u>\$22,961,557.53</u>

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 3: CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functional expenses areas of the District as follows:

Instruction:	
Regular	\$94,107.40
Support services:	
Student & instruction related services	4,732.38
General administrative services	6,994.39
School administrative services	1,344.00
Central Services/Technology	4,756.51
Plant operations and maintenance	31,433.30
Direct Expense of various functions	<u>528,001.60</u>
	<u><u>\$671,369.58</u></u>

NOTE 4: LONG-TERM LIABILITIES

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72., which funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

The following is a summary of transactions that affect long-term liabilities for the year ended June 30, 2015:

	Balance, <u>June 30, 2014</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2015</u>	Due Within <u>One Year</u>
Bonds Payable	\$7,845,000.00		\$685,000.00	\$7,160,000.00	\$705,000.00
Net Pension Liability	2,999,332.00	325,102.00		3,324,434.00	
Compensated Absence	225,000.00	\$60,000.00		285,000.00	
Capital Leases Payable	<u>43,266.04</u>		<u>9,714.01</u>	<u>33,552.03</u>	<u>10,292.22</u>
Total	<u>\$11,112,598.04</u>	<u>\$385,102.00</u>	<u>\$694,714.01</u>	<u>\$10,802,986.03</u>	<u>\$715,292.22</u>

Debt Capacity

Under New Jersey Statutes the District may incur debt in an amount not to exceed 3% of the averaged equalized valuation basis of real property. For the fiscal year ended June 30, 2015, the District borrowing capacity under N.J.S. 18A:24-19 is as follows:

<u>Year</u>	<u>Equalized Valuation of Real Property</u>
2014	\$2,009,920,858
2013	1,971,582,590
2012	<u>2,015,927,243</u>
	<u>\$5,997,430,691</u>
Average equalized valuation	<u>\$1,999,143,564</u>
School borrowing margin (3% of \$1,999,143,564)	\$59,974,307
Net school debt as of June 30, 2015	<u>7,160,000</u>
School borrowing power available	<u>\$52,814,307</u>

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

Debt Service Requirements:

The annual requirements to amortize all debt outstanding as of June 30, 2015, including interest payments on issued debt, are as follows:

Fiscal Year <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
FY2016	\$705,000.00	\$240,130.50	\$945,130.50
FY2017	700,000.00	220,632.00	920,632.00
FY2018	495,000.00	201,325.00	696,325.00
FY2019	490,000.00	186,475.00	676,475.00
FY2020	485,000.00	171,775.00	656,775.00
FY2021	480,000.00	157,225.00	637,225.00
FY2022	480,000.00	138,025.00	618,025.00
FY2023	480,000.00	118,825.00	598,825.00
FY2024	480,000.00	99,625.00	579,625.00
FY2025	480,000.00	80,425.00	560,425.00
FY2026	480,000.00	61,225.00	541,225.00
FY2027	470,000.00	46,825.00	516,825.00
FY2028	470,000.00	32,725.00	502,725.00
FY2029	465,000.00	16,275.00	481,275.00
	<u>\$7,160,000.00</u>	<u>\$1,771,512.50</u>	<u>\$8,931,512.50</u>

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

General obligation school and refunding bonds payable with their outstanding balances are comprised of the following individual issues:

<u>Issue</u>	<u>Amount Outstanding June 30, 2015</u>
\$2,745,000.00 in General Obligation Refunding Bonds dated Feb. 15, 2007, due in remaining annual installments ranging between \$290,000 and \$295,000 beginning Feb. 15, 2016 and ending Feb. 15, 2017 with interest at 3.83%.	\$585,000.00
\$7,045,000.00 in General Obligation Refunding Bonds dated Feb. 15, 2013, due in remaining annual installments ranging between \$390,000 and \$495,000 beginning Feb. 15, 2016 and ending Feb. 15, 2029 with interest at various rates	<u>6,575,000.00</u>
	<u>\$7,160,000.00</u>

Capital Leases Payable

The District is leasing copiers totaling \$51,704.76 under capital leases. The capital leases are for a term of five years. The following is a schedule of the future minimum lease payments under the capital lease and the present value of the net minimum lease payments at June 30, 2015:

Fiscal Year Ended	<u>Amount</u>
<u>June 30,</u>	
2016	11,976.00
2017	11,976.00
2018	11,206.99
2019	<u>1,603.00</u>
Total Minimum Lease Payments	36,761.99
Less: Amount Representing Interest	<u>3,209.96</u>
Present Value of Lease Payments	<u><u>\$33,552.03</u></u>

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 5: PENSION PLANS

Description of Plans All required employees of the District are covered by the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund or the Defined Contribution Retirement Program which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of each system will be assumed by the State of New Jersey should the system terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for each of the above systems. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on line at www.state.nj.us/treasury/pensions.

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

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

Defined Contribution Retirement Program (DCRP) The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

Significant Legislation

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 5: PENSION PLANS (CONTINUED)

Pension Plan Design Changes

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

Vesting and Benefit Provisions The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43:3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

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.

Contribution Requirements The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation.

Effective June 28, 2011, P.L. 2011, c. 78 provides for increases in the employee contribution rates: from 5.5% to 6.5% plus an additional 1% phased-in over 7 years beginning in the first year, meaning after 12 months, after the law's effective date for TPAF and PERS.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 5: PENSION PLANS (CONTINUED)

Contribution Requirements (Continued) Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (i.e. the State of New Jersey makes the employer contribution on behalf of public school districts).

Three Year Trend Information for PERS

Year Ended	Annual Pension Cost	Percentage of APC	Net Pension
<u>June 30,</u>	<u>(APC)</u>	<u>Contributed</u>	<u>Obligation</u>
2015	\$ 147,209.99	100%	\$ 147,209.00
2014	118,247.00	100%	118,247.00
2013	124,039.00	100%	124,039.00

During the fiscal year ended June 30, 2015, 2014, and 2013, the State of New Jersey contributed \$253,655.00, \$231,608.00 and \$373,446.00.00, respectively to the TPAF pension system on behalf of the District

Also, in accordance with N.J.S.A. 18A:66-66 during the years ended June 30, 2014, 2013 and 2012, the State of New Jersey reimbursed the District \$433,495.98, \$451,357.50 and \$452,577.35 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68

Public Employees Retirement System (PERS)

At June 30, 2015, the District reported a liability of \$3,324,434.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2014, the District's proportion was 0.0177561331 percent, which was a increase of 0.0020626752 percent from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$232,057.00. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>
Changes of assumptions		104,538.00
Net difference between projected and actual earnings on pension plan investments	198,118.00	
Changes in proportion and differences between District contributions and proportionate share of contributions		333,004.00
District contributions subsequent to the measurement date		<u>134,274.00</u>
	<u>198,118.00</u>	<u>571,816.00</u>

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(Continued)

Public Employees Retirement System (PERS) (Continued)

The \$134,274.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) will be recognized as a reduction of the net pension liability in the 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:

Year Ended	<u>Amount</u>
<u>June 30</u>	
2016	(\$30,313.00)
2017	(\$30,313.00)
2018	(\$30,313.00)
2019	\$19,216.55
Thereafter	\$8,455.28

Additional Information

Collective balances at June 30, 2014 and 2013 are as follows

	<u>6/30/2014</u>	<u>6/30/2013</u>
Collective deferred outflows of resources	\$952,194,675	Not Available
Collective deferred inflows of resources	1,479,224,662	Not Available
Collective net pension liability	18,722,735,003	19,111,986,911
District's Proportion	0.0177561331%	0.0156934579%

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

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

Inflation	3.01 Percent
Salary Increases	
2012-2021	2.15-4.40 Percent (based on age)
Thereafter	3.15-5.40 Percent (based on age)
Investment Rate of Return	7.90 Percent

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

Mortality Rates

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

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

Long-Term Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.80%
Core Bond	1.00%	2.49%
Intermediate Term Bonds	11.20%	2.26%
Mortgages	2.50%	2.17%
High Yield Bonds	5.50%	4.82%
Inflation Indexed Bonds	2.50%	3.51%
Broad U.S. Equities	25.90%	8.22%
Developed Foreign Markets	12.70%	8.12%
Emerging Market Equities	6.50%	9.91%
Private Equity	8.25%	13.02%
Hedge Funds/Absolute Returns	12.25%	4.92%
Real Estate (Property)	3.20%	5.80%
Commodities	2.50%	5.35%
	<u>100.00%</u>	

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

Discount Rate

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

Sensitivity of the collective net pension liability to changes in the discount rate.

The following presents the collective net pension liability of the participating employers as of June 30, 2014 respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 -percentage point lower or 1-percentage-point higher than the current rate:

	June 30, 2014		
	1% Decrease <u>4.39%</u>	At Current Discount Rate <u>5.39%</u>	1% Increase <u>6.39%</u>
District's proportionate share of the pension liability	4,182,251.00	3,324,434.00	2,604,086.00

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS).

Teachers Pensions and Annuity Fund (TPAF)

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

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2015 was as follows:

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share associated with the District	<u>\$31,844,064</u>
	<u>\$31,844,064</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 June 30, 2013. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2014, the proportion of the TPAF net pension liability associated with the District was .0595809221%.

For the year ended June 30, 2015, the District recognized on-behalf pension expense and revenue of \$1,713,510 for contributions provided by the State.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (continued)

Actuarial Assumptions

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

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

Mortality rates

Mortality rates were based on the RP-2000 Health Annuitant Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA. Pre-retirement mortality improvements for active members are projected using Scale AA from the base year of 2000 until the valuation date plus 15 years to account for future mortality improvement. Post-retirement mortality improvements for non-disabled annuitants are projected using Scale AA from the base year of 2000 for males and 2003 for females until the valuation date plus 7 years to account for future mortality improvement. The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2012.

Long-Term Expected Rate of Return

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

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (continued)

Actuarial Assumptions (Continued)

Long-Term Expected Rate of Return (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.50%
Core Fixed Income	0.00%	2.19%
Core Bonds	1.00%	1.38%
Short-Term Bonds	0.00%	1.00%
Intermediate- Term Bonds	11.20%	2.60%
Long-Term Bonds	0.00%	3.23%
Mortgages	2.50%	2.84%
High Yield Bonds	5.50%	4.15%
Non-US Fixed Income	0.00%	1.41%
Inflation-Indexed Bonds	2.50%	1.30%
Broad US Equities	25.90%	5.88%
Large Cap US Equities	0.00%	5.62%
Mid cap US Equities	0.00%	6.39%
Small Cap US Equities	0.00%	7.39%
Developed Foreign Equities	12.70%	6.05%
Emerging Market Equities	6.50%	8.90%
Private Equity	8.25%	9.15%
Hedge Funds Absolute Return	12.25%	3.85%
Real Estate (Property)	3.20%	4.43%
Real Estate (REITS)	0.00%	5.58%
Commodities	2.50%	3.60%
Long Credit Bonds	0.00%	3.74%
	100.00%	

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 4.68% and 4.95% as of June 30, 2014 and 2013, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.29% and 4.63% as of June 30, 2014 and 2013, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2027. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2027, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability,

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

NOTE 7: OTHER POST-RETIREMENT BENEFITS

For eligible retired employees, the School District participates in the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 *et seq.*, to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 7: OTHER POST-RETIREMENT BENEFITS (CONTINUED)

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295.

P.L. 1987, c. 384 and 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 post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. As of June 30, 2015 there were 103,432 retirees eligible for post-retirement medical benefits and the State contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the state in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

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

The State will set the contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the State Health Benefits Program Fund for TPAF retirees' post-retirement benefits on behalf of the School Commission for the years ended June 30, 2015, 2014 and 2013 were, \$499,716.00, \$413,271.00 and \$444,491.00 respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund for PERS retirees' post-retirement benefits on behalf of the School Commission was not determined or made available by the State of New Jersey.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 8: LITIGATION

The District's counsel advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the School District and which might materially affect the District's financial position, with the exception of an ongoing matter with the contractor(s) hired to complete the capital expansion of the District's school buildings. As of the date of audit, there is not sufficient information to establish whether a loss has occurred as required by Statement of Financial Accounting Standards No. 5 and therefore, no amount is report herein.

NOTE 9: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2014-2015 fiscal year were subject to the U.S. OMB Circular A-133 and New Jersey OMB Circular 04-04 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$500,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single

Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

NOTE 10: RISK MANAGEMENT

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

Property and Liability Insurance The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 9: RISK MANAGEMENT

New Jersey Unemployment Compensation Insurance

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

Year Ended <u>June 30,</u>	District <u>Contributions</u>	Employee <u>Contributions</u>	Amount <u>Reimbursed</u>	Ending <u>Balance</u>
2015	\$30,906.34	\$23,247.02	\$53,849.06	7,839.13
2014	30,992.37	22,009.98	52,373.91	7,534.83
2013	30,805.63	20,537.09	50,948.30	6,906.39

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 11: COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net position. As of June 30, 2015, a liability existed for compensated absences for governmental fund-types in the district-wide Statement of Net Position of \$285,000.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2015 no liability existed for compensated absences in the proprietary fund.

For additional descriptive information see Note 1, Summary of Significant Accounting Policies.

NOTE 12: FUND BALANCE APPROPRIATED

General Fund - Of the \$3,049,640.52 in General Fund Balance at June 30, 2015, \$179,647 has been assigned for encumbrances; \$2,174,080.30 has been restricted in the Capital Reserve Account; \$190,000.00 has been restricted for maintenance reserve; \$200,000 has been appropriated in the budget for the fiscal year ended June 30, 2016 and \$305,913.22 is unassigned.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

The designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget.

General Fund Expenditures Fiscal Year Ended June 30, 2015	\$14,139,038.16
Add: Transfer from Capital Reserve to Capital Projects Fund	\$410,017.00
Less:	
On-behalf TPAF Pension and Social Security Reimbursement	<u>(1,247,993.98)</u>
Adjusted General Fund Expenditures	\$13,301,061.18
Excess Surplus Percentage	<u>2.00%</u>
2% of Adjusted 2012-13 General Fund Expenditures	266,021.22
Add: Allowable Adjustments	58,868.00
Maximum Unassigned Fund Balance	324,889.22
Actual Unassigned Fund Balance (Budgetary)	<u>324,889.22</u>
Excess Surplus	<u>\$0.00</u>

Based on the above calculation, there is no excess surplus for the fiscal year ended June 30, 2015.

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 14: COMMITMENTS

The District has active construction projects as of June 30, 2015 relating to the approved referendum projects, which include additions and renovations at various schools. At June 30, 2015, the District's commitments with contractors amounted to \$1,623,901.13, which is included as restricted for capital projects on the balance sheet in the capital projects fund.

NOTE 15: CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriations, or both. A 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 election dates authorized by 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 during the year ended June 30, 2015, is as follows:

Balance, July 1, 2014	\$	1,309,609.94
Additions:		
Interest Earnings		419.28
Board Resolutions		1,274,068.08
Withdrawals:		
Transfer to Capital Projects Fund		<u>(410,017.00)</u>
Balance, June 30, 2014	\$	<u>2,174,080.30</u>

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2015

NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2015:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
Enterprise Funds		\$7,534.83
Fiduciary Funds	\$7,534.83	
	<u>\$7,534.83</u>	<u>\$7,534.83</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 17: PRIOR PERIOD ADJUSTMENT

As stated in Note 6 in FY2015 the District implemented GASB 68. As a result the District's Net Position at June 30, 2014 was restated as follows:

	<u>Governmental Activities</u>
Beginning Net Position 06/30/14	\$ 17,837,770.77
Adjustments:	
Recognition of Net Pension Liability	<u>(2,999,332.00)</u>
Beginning Net Position 06/30/14 (As restated)	<u>\$ 14,838,438.77</u>

NOTE 18: SUBSEQUENT EVENTS

The District has evaluated material subsequent events occurring after the financial statement date through December 2, 2015 which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events needed to be disclosed.

REQUIRED SUPPLEMENTARY INFORMATION – Part II

BUDGETARY COMPARISON SCHEDULES

WOODCLIFF LAKE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
REVENUES:					
Local sources:					
Local tax levy	\$ 13,586,718.00		\$ 13,586,718.00	\$ 13,586,718.00	\$
Interest earned on capital reserve funds	2,400.00			419.28	419.28
Tuition	31,000.00		31,000.00	113,496.00	82,496.00
Unrestricted Miscellaneous Revenues	7,600.00		7,600.00	15,030.54	7,430.54
Total-local sources	13,627,718.00		13,625,318.00	13,715,663.82	90,345.82
State sources:					
Extraordinary aid	76,605.00		76,605.00	133,037.00	56,432.00
Categorical special education aid	313,218.00		313,218.00	313,218.00	
Categorical security aid	11,612.00		11,612.00	11,612.00	
Categorical transportation aid	16,437.00		16,437.00	16,437.00	
Other State Aid	14,880.00		14,880.00	17,316.00	2,436.00
On-behalf TPAF Contributions-non-budgeted				293,655.00	293,655.00
NCGI-non-budgeted				21,127.00	21,127.00
Post Retirement Medical-non budgeted				499,716.00	499,716.00
Reimbursed TPAF Social Security Contribution-non-budgeted				433,495.98	433,495.98
Total - state sources	432,752.00		432,752.00	1,739,613.98	1,306,861.98
Total revenues	14,060,470.00		14,058,070.00	15,455,277.80	1,397,207.80
EXPENDITURES:					
CURRENT EXPENSE:					
Instruction - regular programs:					
Salaries of teachers:					
Kindergarten	368,063.00	(60,036.00)	308,027.00	306,319.00	1,708.00
Grades 1-5	1,992,485.00	73,974.00	2,066,459.00	2,033,137.57	33,321.43
Grades 6-8	1,778,293.00	(73,884.00)	1,704,409.00	1,690,249.29	14,159.71
Regular Programs - Home Instruction:					
Salaries of teachers	4,000.00	16,000.00	20,000.00	13,110.00	6,890.00
Regular programs - undistributed instruction:					
Salaries of secretarial and clerical assistants		19,054.00	19,054.00	19,030.80	23.20
Other salaries for instruction	41,787.00	(37,034.00)	4,753.00	3,942.32	810.68
Purchased Professional-Educational Services	8,801.00		8,801.00	6,643.27	2,157.73
Other Purchased Services (400-500 series)	180,145.00	(9,500.00)	170,645.00	114,483.64	56,161.36
General supplies	270,667.00	96,976.00	367,643.00	318,007.43	49,635.57
Textbooks	25,615.00		25,615.00		25,615.00
Other Objects	800.00		800.00	725.00	75.00
Total regular programs	4,670,656.00	25,550.00	4,696,206.00	4,505,648.32	190,557.68
Special Education Instruction:					
Learning and/or language disabilities:					
Salaries of teachers	55,248.00	32,676.00	87,924.00	87,923.87	0.13
Other salaries for instruction	45,807.00	(30,619.00)	15,188.00	11,450.00	3,738.00
Total Learning and/or language disabilities	101,055.00	2,057.00	103,112.00	99,373.87	3,738.13
Resource room:					
Salaries of teachers	623,108.00	(16,066.00)	607,042.00	603,246.02	3,795.98
General supplies	7,200.00	6,402.00	13,602.00	13,385.14	216.86
Total resource room	630,308.00	(9,664.00)	620,644.00	616,631.16	4,012.84
Preschool disabilities - part-time:					
Salaries of teachers	143,064.00	8,573.00	151,637.00	150,627.00	1,010.00
Other salaries for instruction	105,895.00	25,940.00	131,835.00	130,834.20	1,000.80
General supplies	1,400.00	(600.00)	800.00	761.01	38.99
Total preschool disabilities - part-time	250,359.00	33,913.00	284,272.00	282,222.21	2,049.79
Total special education	981,722.00	26,306.00	1,008,028.00	998,227.24	9,800.76

WOODCLIFF LAKE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Basic skills/remedial:					
Salaries of teachers	\$ 30,449.00	\$ 873.00	\$ 31,322.00	\$ 31,183.82	\$ 138.18
General Supplies	2,000.00		2,000.00		2,000.00
Textbooks	1,000.00		1,000.00		1,000.00
Total basic skills/remedial	33,449.00	873.00	34,322.00	31,183.82	3,138.18
Bilingual education:					
Salaries of teachers	8,408.00	280.00	8,688.00	8,687.60	0.40
General supplies	326.00	(120.00)	206.00	190.00	16.00
Total bilingual education	8,734.00	160.00	8,894.00	8,877.60	16.40
School sponsored cocurricular activities:					
Salaries	53,879.00	(1,667.00)	52,212.00	45,149.70	7,062.30
Purchased services (300-500 series)	4,500.00		4,500.00	3,765.00	735.00
Supplies and Materials	3,100.00	(2,838.00)	262.00	261.41	0.59
Total school sponsored cocurricular activities	61,479.00	(4,505.00)	56,974.00	49,176.11	7,797.89
School sponsored athletics:					
Salaries	18,233.00	1,667.00	19,900.00	19,900.00	
Purchased services (300-500 series)	3,600.00		3,600.00		3,600.00
Supplies and Materials	5,000.00	(2,954.00)	2,046.00	1,877.56	168.44
Total school sponsored athletics	26,833.00	(1,287.00)	25,546.00	21,777.56	3,768.44
Total other instructional programs	130,495.00	(4,759.00)	125,736.00	111,015.09	14,720.91
Total - instruction	5,782,873.00	47,097.00	5,829,970.00	5,614,890.65	215,079.35
Undistributed expenditures:					
instruction:					
Tuition to other LEA's within the state-special	254,836.00	(223,054.00)	31,782.00	697.42	31,084.58
Tuition to CSSD and regional day schools	138,550.00		138,550.00	134,250.00	4,300.00
Tuition to private schools for the handicapped w/in state	221,897.00	187,272.00	409,169.00	349,305.07	59,863.93
Total undistributed expenditures - instruction	615,283.00	(35,782.00)	579,501.00	484,252.49	95,248.51
Attendance services:					
Salaries	13,583.00	117.00	13,700.00	13,699.62	0.38
Total attendance services	13,583.00	117.00	13,700.00	13,699.62	0.38
Health services:					
Salaries	130,708.00	(1,758.60)	128,949.40	127,450.71	1,498.69
Purchased Professional Services		2,922.60	2,922.60	2,922.60	
Supplies and materials	3,900.00	(991.00)	2,909.00	2,757.57	151.43
Other Objects	200.00		200.00	168.50	31.50
Total health services	134,808.00	173.00	134,981.00	133,299.38	1,681.62
Other support services - speech, OT, PT & related services:					
Salaries	283,102.00	5,027.00	288,129.00	283,270.28	4,858.72
Purchased Professional - Educational Services	121,200.00	(9,800.00)	111,400.00	85,490.25	25,909.75
Supplies and materials	2,000.00	4,200.00	6,200.00	6,092.88	107.12
Total other support services - speech, OT, PT & related services	406,302.00	(573.00)	405,729.00	374,853.41	30,875.59

WOODCLIFF LAKE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Other support services- Students- Extra Services					
Salaries	\$ 448,159.00	\$ (1,050.00)	\$ 447,109.00	\$ 442,602.49	\$ 4,506.51
Purchased Professional - Educational Services	155,698.00		155,698.00	117,924.50	37,773.50
Total other support services - Students - Extra Services	603,857.00	(1,050.00)	602,807.00	560,526.99	42,280.01
Guidance:					
Salaries of other professional staff	187,323.00	4,118.00	191,441.00	190,104.00	1,337.00
Other Purchased Professional and Technical Services	5,751.00		5,751.00	5,333.00	418.00
Supplies and Materials	3,379.00	21.00	3,400.00	3,399.53	0.47
Total Guidance	196,453.00	4,139.00	200,592.00	198,836.53	1,755.47
Child Study Teams:					
Salaries of other professional staff	370,693.00	1,923.00	372,616.00	372,615.57	0.43
Salaries of secretarial and clerical assistants	50,952.00		50,952.00	50,952.00	
Salaries of Instruction Assistant	42,188.00		42,188.00	42,087.10	100.90
Other Purchased Professional and Technical Services	15,700.00	(1,500.00)	14,200.00	12,171.80	2,028.20
Supplies and Materials	4,000.00	800.00	4,800.00	4,596.68	203.32
Other objects	500.00	(300.00)	200.00	200.00	
Total other support services - students - special services	484,033.00	923.00	484,956.00	482,623.15	2,332.85
Improvement of instruction services/ other support services-instructional staff:					
Salaries of other professional staff	100,725.00	(12,734.00)	87,991.00	69,010.44	18,980.56
Purchased Professional - Educational Services	2,000.00		2,000.00		2,000.00
Supplies and Materials	1,000.00		1,000.00	188.88	811.12
Other objects	1,075.00		1,075.00		1,075.00
Total improvement of instruction services/ other support services-instructional staff	104,800.00	(12,734.00)	92,066.00	69,199.32	22,866.68
Educational media services/school library:					
Salaries	110,192.00	5,727.00	115,919.00	112,926.15	2,992.85
Other Purchased Services (400-500 series)	14,806.00	(2,030.00)	12,776.00	11,338.11	1,437.89
Supplies and Materials	22,470.00	13,805.00	36,275.00	29,983.02	6,291.98
Other objects	533.00		533.00	233.00	300.00
Total educational media services/school library	148,001.00	17,502.00	165,503.00	154,480.28	11,022.72
Instructional Staff Training Services:					
Purchased Professional-Educational Services	26,200.00		26,200.00	17,652.55	8,547.45
General Supplies	743.00		743.00	277.73	465.27
Total instructional staff training services	26,943.00		26,943.00	17,930.28	9,012.72
Support services general administration:					
Salaries	222,326.00	1,500.00	223,826.00	223,001.66	824.34
Legal fees	47,000.00	5,718.00	52,718.00	24,569.46	28,148.54
Auditor fees	10,839.00		10,839.00	10,175.00	664.00
Communications/telephone	75,543.00	15,000.00	90,543.00	23,865.34	66,677.66
BOE other purchased services	9,323.00	10,000.00	19,323.00	14,646.10	4,676.90
Misc. purchased services (400-500)	18,653.00		18,653.00	14,529.93	4,123.07
General Supplies	2,590.00	9,000.00	11,590.00	8,592.00	2,998.00
BOE in - house training/meeting supplies	900.00		900.00		900.00
Miscellaneous expenditures	16,000.00		16,000.00	4,743.26	11,256.74
BOE membership dues and fees	9,006.00		9,006.00	7,094.60	1,911.40
Total support services general administration	412,180.00	41,218.00	453,398.00	331,217.35	122,180.65
Support services school administration:					
Salaries of principals/asst. principals	298,115.00	(183.00)	297,932.00	293,134.11	4,797.89
Salaries of secretarial and clerical assistants	137,828.00	2,060.00	139,888.00	139,886.34	1.66
Supplies and Materials	7,720.00	7,236.00	14,956.00	5,358.30	9,597.70
Other Objects	2,820.00	(606.00)	2,214.00	2,214.00	
Total support services school administration	446,483.00	8,507.00	454,990.00	440,592.75	14,397.25

WOODCLIFF LAKE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Central services					
Salaries	\$ 332,980.00	\$ 7,450.00	\$ 340,430.00	\$ 340,411.98	\$ 18.02
Purchased professional services	7,001.00	20,145.00	27,146.00	12,584.83	14,561.17
Purchased technical services	16,647.00	9,020.00	25,667.00	21,470.77	4,196.23
Supplies and materials	7,751.00		7,751.00	5,341.89	2,409.11
Miscellaneous Expenditures	7,124.00		7,124.00	2,977.72	4,146.28
Total central services	371,503.00	36,615.00	408,118.00	382,787.19	25,330.81
Administrative Information Technology					
Salaries	2,000.00		2,000.00	2,000.00	
Other purchased services (400 - 500 series)	48,442.00	(5,770.00)	42,672.00	20,359.30	22,312.70
Supplies and materials	4,002.00	7,000.00	11,002.00	634.18	10,367.82
Total Administrative information technology	54,444.00	1,230.00	55,674.00	22,993.48	32,680.52
Required Maintenance for School Facilities:					
Salaries	40,800.00	400.00	41,200.00	40,000.08	1,199.92
Cleaning, Repair and Maintenance Services	88,432.00	80,600.00	169,032.00	67,407.32	101,624.68
General supplies	8,000.00	27,000.00	35,000.00	9,536.05	25,463.95
Total Allowable Maintenance for School Facilities	137,232.00	108,000.00	245,232.00	116,943.45	128,288.55
Custodial Services					
Salaries	263,438.00	(14,376.00)	249,062.00	238,784.59	10,277.41
Salaries of Safety Aides	42,214.00	7,113.00	49,327.00	45,815.17	3,511.83
Purchased professional and technical services	12,735.00	(3,500.00)	9,235.00	6,161.00	3,074.00
Cleaning, repair and maint. services	333,355.05		333,355.05	315,399.99	17,955.06
Other purchased property services	8,160.00		8,160.00	6,476.52	1,683.48
Insurance	87,536.00	(448.00)	87,088.00	87,088.00	
General supplies	52,119.47	26,971.00	79,090.47	71,621.96	7,468.51
Natural Gas	96,000.00		96,000.00	65,468.47	30,531.53
Electricity	281,750.00	(33,383.00)	248,367.00	227,750.69	20,616.31
Other objects		310.00	310.00	310.00	
Total custodial services	1,177,307.52	(17,313.00)	1,159,994.52	1,064,876.39	95,118.13
Care and Upkeep of Grounds:					
Cleaning, repair and maint. services	15,918.00	25,452.00	41,370.00	29,139.23	12,230.77
General supplies	5,650.00	3,948.00	9,598.00	9,215.69	382.31
Total care and upkeep of grounds:	21,568.00	29,400.00	50,968.00	38,354.92	12,613.08
Student transportation services:					
Salaries for pupil transportation (between home and school)-regular	9,857.00	126.00	9,983.00	9,982.29	0.71
Transportation Aid-in-Lieu	40,707.00	(15,000.00)	25,707.00	12,818.00	12,889.00
Contracted services (between home & school)-vendors	105,941.00		105,941.00	57,241.80	48,699.20
Contracted services (other than between home and school)-vendors	10,927.00		10,927.00	10,479.50	447.50
Contracted services (special education students) - joint agreements	242,970.00	(17,454.00)	225,516.00	128,207.18	97,308.82
Total student transportation services	410,402.00	(32,328.00)	378,074.00	218,728.77	159,345.23
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	183,217.00		183,217.00	166,105.69	17,111.31
Other Retirement Contributions	170,000.00		170,000.00	147,209.99	22,790.01
Defined Contr. Retirement Plan	14,000.00		14,000.00	12,378.47	1,621.53
Unemployment Compensation	55,000.00		55,000.00	31,815.12	23,184.88
Workmen's Compensation	64,300.00		64,300.00	61,912.00	2,388.00
Health Benefits	1,982,388.00	(115,223.00)	1,867,165.00	1,702,035.74	165,129.26
Tuition Reimbursements	25,000.00		25,000.00	4,850.00	20,150.00
Other Employee Benefits	30,000.00	(25,000.00)	5,000.00		5,000.00
Total Unallocated Benefits - Employee Benefits:	2,523,905.00	(140,223.00)	2,383,682.00	2,126,307.01	257,374.99

WOODCLIFF LAKE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
On-behalf TPAF contributions					
On-behalf TPAF Contributions-non-budgeted	\$	\$	\$	\$ 293,655.00	\$ (293,655.00)
NCGI-non-budgeted				21,127.00	(21,127.00)
Post Retirement Medical-non budgeted				499,716.00	(499,716.00)
Reimbursed TPAF Social Security Contribution-non-budgeted				433,495.98	(433,495.98)
Total On-behalf TPAF contributions				1,247,993.98	(1,247,993.98)
Total Undistributed Expenditures	8,289,087.52	7,821.00	8,296,908.52	8,480,496.74	(183,588.22)
TOTAL EXPENDITURES - CURRENT EXPENSE FUND	14,071,960.52	54,918.00	14,126,878.52	14,095,387.39	31,491.13
CAPITAL OUTLAY:					
Increase in capital reserve	212,000.00		212,000.00		212,000.00
Interest deposit to capital reserve	2,400.00		2,400.00		2,400.00
Equipment:					
Regular Programs - Instruction:					
Grades 1 - 5		4,750.00	4,750.00	4,750.00	
Undistributed expenditures:					
Und Support Services-Admin. Tech.		10,999.00	10,999.00	3,041.77	7,957.23
Und Support Services-Req. Maint.		23,409.00	23,409.00	3,824.00	19,585.00
Und Support Services-Upkeep	4,600.00		4,600.00	4,600.00	
Total Equipment	4,600.00	39,158.00	43,758.00	16,215.77	27,542.23
Facilities acquisition and construction services:					
Facilities					
Assessment for Debt Service on SDA Funding	27,435.00		27,435.00	27,435.00	
Total facilities acquis. and const. services	27,435.00		27,435.00	27,435.00	
TOTAL CAPITAL OUTLAY	246,435.00	39,158.00	285,593.00	43,650.77	241,942.23
TOTAL EXPENDITURES	14,318,395.52	94,076.00	14,412,471.52	14,139,038.16	273,433.36
Excess (deficiency) of revenues over (under) expenditures	(257,925.52)	(94,076.00)	(354,401.52)	1,316,239.64	1,670,641.16
Other financing sources (uses)					
Transfer from capital reserve				82,100.05	(82,100.05)
Transfer to capital projects fund				(410,017.00)	410,017.00
Total other financing sources(uses)				(327,916.95)	327,916.95
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	(257,925.52)	(94,076.00)	(354,401.52)	988,322.69	1,998,558.11
Fund balances, July 1	2,080,293.83		2,080,293.83	2,080,293.83	
Fund balances, June 30	\$ 1,822,368.31	\$ (94,076.00)	\$ 1,725,892.31	\$ 3,068,616.52	\$ 1,998,558.11
Recapitulation:					
Assigned - year-end encumbrances				\$ 179,647.00	
Committed - designated for subsequent years expenditures				200,000.00	
Restricted - capital reserve				2,174,080.30	
Restricted - maintenance reserve				190,000.00	
Unassigned				324,889.22	
				3,068,616.52	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(18,976.00)	
Fund Balance per Governmental Funds (GAAP)				\$ 3,049,640.52	

WOODCLIFF LAKE BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

		<u>ORIGINAL</u> <u>BUDGET</u>	<u>BUDGET</u> <u>TRANSFERS AND</u> <u>AMENDMENTS</u>	<u>FINAL</u> <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FINAL TO ACTUAL</u>
REVENUES:						
Federal sources	\$	<u>157,103.00</u>	\$ <u>32,192.00</u>	\$ <u>189,295.00</u>	\$ <u>189,295.00</u>	<u> </u>
Total revenues	\$	<u><u>157,103.00</u></u>	\$ <u><u>32,192.00</u></u>	\$ <u><u>189,295.00</u></u>	\$ <u><u>189,295.00</u></u>	<u><u> </u></u>
EXPENDITURES:						
Instruction:						
Purchased prof. & tech. services	\$		\$ 7,786.00	\$ 7,786.00	\$ 7,786.00	\$
Other purchased services		17,575.00	(13,575.00)	4,000.00	4,000.00	
Tuition		139,528.00	21,091.00	160,619.00	160,619.00	
Supplies			14,730.00	14,730.00	14,730.00	
Total instruction		<u>157,103.00</u>	<u>30,032.00</u>	<u>187,135.00</u>	<u>187,135.00</u>	<u> </u>
Support services:						
Other purchased services (400-500)			2,160.00	2,160.00	2,160.00	
Total support services			<u>2,160.00</u>	<u>2,160.00</u>	<u>2,160.00</u>	<u> </u>
Total expenditures	\$	<u><u>157,103.00</u></u>	\$ <u><u>32,192.00</u></u>	\$ <u><u>189,295.00</u></u>	\$ <u><u>189,295.00</u></u>	<u><u> </u></u>

WOODCLIFF LAKE BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RS!
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Note A - Explanation of difference between budgetary inflows and outflows and GAAP Revenues and Expenditures

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 15,455,277.80	\$ 189,295.00
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously it was recognized for budgetary purposes.	17,760.00	
The Unearned State aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	(18,976.00)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ 15,454,061.80	\$ 189,295.00
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 14,139,038.16	\$ 189,295.00
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	\$ 14,139,038.16	\$ 189,295.00

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

Borough of Woodcliff Lake School District
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Ten Years

Fiscal Year Ending <u>June 30,</u>	District's Proportion Share of the Net Pension <u>Liability (Asset)</u>	District's Proportionate Share of the Net Pension <u>Liability (Asset)</u>	District's Covered-Employee <u>Payroll</u>	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered- <u>Employee Payroll</u>	Plan Fiduciary Net Position as a percentage of the total <u>Pension Liability</u>
2014	0.0156934579%	\$ 2,999,332	\$ 998,184.00	300.48%	40.71%
2015	0.0177561331%	3,324,434	1,026,526.00	323.85%	42.74%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

Borough of Woodcliff Lake School District
Schedule of the District's Contributions
Public Employees Retirement System
Last Ten Years

Fiscal Year Ending <u>June 30,</u>	Contractually Required <u>Contribution</u>	Contributions in Relation to the Contractually Required <u>Contributions</u>	Contribution Deficiency (<u>Excess</u>)	District's Covered- Employee <u>Payroll</u>	Contributions as a Percentage of Covered- Employee <u>Payroll</u>
2014	\$ 146,379	\$ 146,379	\$ -0-	\$ 998,184.00	14.66%
2015	134,274	134,274	-0-	1,026,526.00	13.08%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

Borough of Woodcliff Lake School District
Teachers Pension and Annuity Fund
Last Ten Years

Fiscal Year Ending <u>June 30,</u>	District's Proportion Share of the Net Pension <u>Liability (Asset)</u>	District's Proportionate Share of the Net Pension <u>Liability (Asset)</u>	District's Covered-Employee <u>Payroll</u>	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered- <u>Employee Payroll</u>	Plan Fiduciary Net Position as a percentage of the total <u>Pension Liability</u>
2014	0.0608361207%	\$ -0-	\$ 6,225,877.00	-0-	33.76%
2015	0.0595809221%	-0-	6,043,131.00	-0-	33.64%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)

NOTE TO RSI III
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The calculation of the discount rate used to measure the total pension liability is dependent upon the long-term expected rate of return, and the municipal bond index rate. There was a change in the municipal bond index rate from the prior measurement date (4.63%) to the current measurement date (4.29%), resulting in a change in the discount rate from 5.55% to 5.39%. This change in the discount rate is considered to be a change in actuarial assumptions under GASBS No. 68.

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The calculation of the discount rate used to measure the total pension liability is dependent upon the long-term expected rate of return, and the municipal bond index rate. There was a change in the municipal bond index rate from the prior measurement date (4.63%) to the current measurement date (4.29%), resulting in a change in the discount rate from 4.95% to 4.68%. This change in the discount rate is considered to be a change in actuarial assumptions under GASBS No. 68.

OTHER SUPPLEMENTARY INFORMATION

**SPECIAL REVENUE FUND
DETAIL SCHEDULES**

BOROUGH OF WOODCLIFF LAKE - SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	IDEA PART B BASIC	IDEA PART B PRESCHOOL	TITLE II	TOTAL 2015
REVENUES:				
Federal sources	\$ 160,619.00	\$ 7,786.00	\$ 20,890.00	\$ 189,295.00
Total revenues	<u>160,619.00</u>	<u>7,786.00</u>	<u>20,890.00</u>	<u>189,295.00</u>
EXPENDITURES:				
Instruction:				
Purchased professional and tech. services		7,786.00		7,786.00
Other purchased services			4,000.00	4,000.00
Tuition	160,619.00			160,619.00
Supplies			14,730.00	14,730.00
Total instruction	<u>160,619.00</u>	<u>7,786.00</u>	<u>18,730.00</u>	<u>187,135.00</u>
Support services:				
Other Purchased services(400-500)			2,160.00	2,160.00
Total support services			<u>2,160.00</u>	<u>2,160.00</u>
Total expenditures	<u>160,619.00</u>	<u>7,786.00</u>	<u>20,890.00</u>	<u>189,295.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

**CAPITAL PROJECTS FUND
DETAIL SCHEDULES**

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES-BUDGETARY BASIS
AS OF JUNE 30, 2015

<u>ISSUE/PROJECT TITLE</u>	<u>ORIGINAL DATE</u>	<u>APPROPRIATIONS</u>	<u>EXPENDITURES TO DATE</u>		<u>UNEXPENDED PROJECT BALANCE</u>
			<u>PRIOR YEAR</u>	<u>CURRENT YEAR</u>	
Cafeteria Roof Replacement	1/6/2014	\$ 134,073.12	\$ 14,682.81	\$ 97,500.00	\$ 21,890.31
Fire Alarm Upgrade	1/6/2014	208,623.66	27,236.30	181,387.36	
Dorchester Security System Upgrade	1/6/2014	159,000.00		15,697.00	143,303.00
W.M.S Security System Upgrade	1/6/2014	166,000.00		21,337.25	144,662.75
Dorchester Classroom & Gym A/C	1/6/2014	1,233,897.00		167,161.59	1,066,735.41
Dorchester Window Replacement Phase II	1/6/2014	1,008,403.75	56,056.03	380,501.12	571,846.60
Dorchester Cafeteria Floor	3/19/15	104,742.00			104,742.00
Totals		\$ <u>3,014,739.53</u>	\$ <u>97,975.14</u>	\$ <u>863,584.32</u>	\$ <u>2,053,180.07</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE-BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2015

Revenues and other Financing Sources		
Local Sources-Interest	\$	7,052.73
Transfer from capital reserve		410,017.00
		<hr/>
Total revenues		417,069.73
		<hr/>
Expenditures and Other Financing Uses		
Purchased professional and technical services	\$	113,256.07
Construction services		750,328.25
Transferred to capital reserve		82,100.05
		<hr/>
Total expenditures		945,684.37
		<hr/>
Excess (deficiency) of revenues over (under) expenditures		(528,614.64)
		<hr/>
Other financing sources (uses):		
SDA Grant Canceled		(62,677.42)
		<hr/>
Total other financing sources (uses)		(62,677.42)
		<hr/>
Excess (deficiency) of revenues over (under) expenditures		(591,292.06)
		<hr/>
Fund Balance - beginning		2,653,230.98
		<hr/>
Fund Balance - ending	\$	<u>2,061,938.92</u>
		<hr/>
Reconciliation to GAAP Financial Statements:		
Fund Balance- Budgetary Basis (Exhibit F-2)	\$	2,061,938.92
		<hr/>
Less: Unearned Revenue (GAAP Basis)		808,376.27
		<hr/>
Fund Balance- GAAP Basis (Exhibit B-1)	\$	<u>1,253,562.65</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
CAFETERIA ROOF REPLACEMENT
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources-SCC Grant	\$ 62,800.00		\$ 62,800.00	\$ 62,800.00
Transfer from capital reserve	94,200.00		94,200.00	94,200.00
Total revenues	<u>157,000.00</u>		<u>157,000.00</u>	<u>157,000.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	14,682.81		14,682.81	15,700.00
Construction services		97,500.00	97,500.00	141,300.00
Transferred to capital reserve		5,000.00	5,000.00	
Total expenditures	<u>14,682.81</u>	<u>102,500.00</u>	<u>117,182.81</u>	<u>157,000.00</u>
Other financing sources (uses):				
Canceled SDA Grant		17,926.88	17,926.88	
Total other financing sources (uses)		<u>17,926.88</u>	<u>17,926.88</u>	
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 142,317.19</u>	<u>\$ (120,426.88)</u>	<u>\$ 21,890.31</u>	<u>\$ -</u>
Additional project information:				
Project Number	5880-050-14-1010			
Grant Date				
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 157,000.00			
Additional Authorized Cost				
Revised Authorized Cost	\$ 157,000.00			
Percentage Increase over Original Authorized Cost	n/a			
Percentage Completion	74.64%			
Original Target Completion Date	6/15			
Revised Target Completion Date	6/15			

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
FIRE ALARM UPGRADE
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources-SCC Grant	\$ 128,200.00		\$ 128,200.00	\$ 128,200.00
Transfer from capital reserve	195,020.00	4,500.00	199,520.00	199,520.00
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	323,220.00	4,500.00	327,720.00	327,720.00
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures and Other Financing Uses				
Legal services	1,245.75		1,245.75	5,000.00
Purchased professional and technical services	25,990.55	2,715.36	28,705.91	29,770.00
Construction services		178,672.00	178,672.00	292,950.00
Transferred to capital reserve		74,345.80	74,345.80	
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	27,236.30	255,733.16	282,969.46	327,720.00
	<hr/>	<hr/>	<hr/>	<hr/>
Other financing sources (uses):				
Canceled SDA Grant		44,750.54	44,750.54	
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)		44,750.54	44,750.54	
	<hr/>	<hr/>	<hr/>	<hr/>
Excess(deficiency) of revenues over (under) expenditures	\$ 295,983.70	\$ (295,983.70)	\$ -	\$ -
	<hr/>	<hr/>	<hr/>	<hr/>
Additional project information:				
Project Number	5880-050-13-1001			
Grant Date				
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 323,220.00			
Additional Authorized Cost	\$ 4,500.00			
Revised Authorized Cost	\$ 327,720.00			
	<hr/>			
Percentage Increase over Original Authorized Cost	n/a			
Percentage Completion	86.34%			

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
DORCHESTER SECURITY SYSTEM UPGRADE
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources-SCC Grant	\$ 63,600.00		\$ 63,600.00	\$ 63,600.00
Transfer from capital reserve	95,400.00		95,400.00	95,400.00
Total revenues	<u>159,000.00</u>	<u>0.00</u>	<u>159,000.00</u>	<u>159,000.00</u>
Expenditures and Other Financing Uses				
Equipment			0.00	34,940.41
Construction services		15,697.00	15,697.00	124,059.59
Total expenditures	<u>0.00</u>	<u>15,697.00</u>	<u>15,697.00</u>	<u>159,000.00</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 159,000.00</u>	<u>\$ (15,697.00)</u>	<u>\$ 143,303.00</u>	<u>\$ -</u>
Additional project information:				
Project Number	5880-30-14-1003			
Grant Date				
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 159,000.00			
Additional Authorized Cost				
Revised Authorized Cost	\$ 159,000.00			
Percentage Increase over Original Authorized Cost	n/a			
Percentage Completion	9.87%			
Original Target Completion Date	6/15			
Revised Target Completion Date	6/16			

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
W.M.S. SECURITY SYSTEM UPGRADE
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources-SCC Grant	\$ 66,400.00		\$ 66,400.00	\$ 66,400.00
Transfer from capital reserve	99,600.00		99,600.00	99,600.00
Total revenues	<u>166,000.00</u>		<u>166,000.00</u>	<u>166,000.00</u>
Expenditures and Other Financing Uses				
Equipment				23,293.62
Construction services		21,337.25	21,337.25	142,706.38
Total expenditures		<u>21,337.25</u>	<u>21,337.25</u>	<u>166,000.00</u>
Excess(deficiency) of revenues over (under) expenditures	\$ 166,000.00	\$ (21,337.25)	\$ 144,662.75	\$ -
Additional project information:				
Project Number	5880-50-14-1003			
Grant Date				
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 166,000.00			
Additional Authorized Cost				
Revised Authorized Cost	\$ 166,000.00			
Percentage Increase over Original Authorized Cost		n/a		
Percentage Completion		12.85%		
Original Target Completion Date		6/15		
Revised Target Completion Date		6/16		

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
DORCHESTER CLASSROOM AND GYM AIR CONDITIONING
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources-SCC Grant	\$ 494,000.00		\$ 494,000.00	\$ 494,000.00
Transfer from capital reserve	506,897.00	\$233,000.00	739,897.00	739,897.00
Total revenues	<u>1,000,897.00</u>	<u>233,000.00</u>	<u>1,233,897.00</u>	<u>1,233,897.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services		\$ 82,489.59	82,489.59	116,897.00
Construction services		84,672.00	84,672.00	1,117,000.00
Total expenditures		<u>167,161.59</u>	<u>167,161.59</u>	<u>1,233,897.00</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 1,000,897.00</u>	<u>\$ 65,838.41</u>	<u>\$ 1,066,735.41</u>	<u>\$ -</u>
Additional project information:				
Project Number	5880-30-14-1006			
Grant Date				
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 1,233,897.00			
Additional Authorized Cost				
Revised Authorized Cost	\$ 1,233,897.00			
Percentage Increase over Original Authorized Cost	n/a			
Percentage Completion	13.55%			
Original Target Completion Date	6/15			
Revised Target Completion Date	6/16			

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
DORCHESTER WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources-SCC Grant	\$ 378,000.00		\$ 378,000.00	\$ 378,000.00
Transfer from capital reserve	565,383.00	67,775.00	633,158.00	633,158.00
Total revenues	<u>943,383.00</u>	<u>67,775.00</u>	<u>1,011,158.00</u>	<u>1,011,158.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	56,056.03	28,051.12	84,107.15	92,883.00
Construction services		352,450.00	352,450.00	918,275.00
Transferred to capital reserve		2,754.25	2,754.25	
Total expenditures	<u>56,056.03</u>	<u>383,255.37</u>	<u>439,311.40</u>	<u>1,011,158.00</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 887,326.97</u>	<u>\$ (315,480.37)</u>	<u>\$ 571,846.60</u>	<u>\$ -</u>
Additional project information:				
Project Number	5880-30-13-2002			
Grant Date	1/6/2014			
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 943,383.00			
Additional Authorized Cost	\$ 67,775.00			
Revised Authorized Cost	\$ 1,011,158.00			
Percentage Increase over Original Authorized Cost	n/a			
Percentage Completion	43.45%			
Original Target Completion Date	6/15			
Revised Target Completion Date	6/16			

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
DORCHESTER CAFETYERIA FLOOR
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer from capital reserve	_____	\$ 104,742.00	\$ 104,742.00	\$ 104,742.00
Total revenues	_____	104,742.00	104,742.00	104,742.00
Expenditures and Other Financing Uses				
Construction services	_____	_____	_____	104,742.00
Total expenditures	_____	_____	_____	104,742.00
Excess(deficiency) of revenues over (under) expenditures	\$ -	\$ 104,742.00	\$ 104,742.00	\$ -
Additional project information:				
Project Number				
Grant Date				
Bond Authorization Date				
Bonds Authorized				
Bonds issued				
Original Authorized Cost	\$ 104,742.00			
Additional Authorized Cost				
Revised Authorized Cost	\$ 104,742.00			
Percentage Increase over Original Authorized Cost	n/a			
Percentage Completion				
Original Target Completion Date	6/16			
Revised Target Completion Date	6/16			

PROPRIETARY FUND DETAIL SCHEDULES

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

FOOD SERVICES FUND:

This fund provides for the operation of food services within the school district.

AFTER THE BELL PROGRAM FUND:

This fund provides for the operation of after school services within the school district.

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	FOOD SERVICE FUND (NON-MAJOR) TOTAL	AFTER THE BELL FUND (NON-MAJOR) TOTAL	TOTAL
OPERATING REVENUES:			
Charges for services:			
After-Care Fees	\$ 8,978.50	\$ 186,722.29	\$ 186,722.29
Daily sales	8,978.50		8,978.50
Total operating revenues	8,978.50	186,722.29	195,700.79
OPERATING EXPENSES:			
Salaries	3,734.00	134,368.45	138,102.45
Miscellaneous		22,360.46	22,360.46
Cost of sales	5,883.67		5,883.67
Total operating expenses	9,617.67	156,728.91	166,346.58
Operating Income (Loss)	(639.17)	29,993.38	29,354.21
Interest and investment revenue	12.41	849.85	862.26
Total nonoperating revenues (expenses)	12.41	849.85	862.26
Change in net position	(626.76)	30,843.23	30,216.47
Total net position - beginning	3,094.13	\$ 200,734.65	203,828.78
Total net position - ending	\$ 2,467.37	\$ 231,577.88	\$ 234,045.25

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING SCHEDULE OF CASH FLOWS
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	FOOD SERVICE FUND (NON-MAJOR) TOTAL	AFTER THE BELL FUND (NON-MAJOR) TOTAL	TOTAL
Cash flows from operating activities:			
Receipts from customers	\$ 8,978.50	\$ 186,722.29	\$ 195,700.79
Payments to employees	(3,734.00)	(134,368.45)	(138,102.45)
Payments to suppliers	(5,852.94)	(22,360.46)	(28,213.40)
Net cash provided by (used for) operating activities	(608.44)	29,993.38	29,384.94
Cash flows from noncapital financing activities:			
State Sources			-
Federal Sources			-
Operating subsidies and transfers to other funds			-
Net cash provided by noncapital financing activities:	-	-	-
Cash flows from investing activities:			
Interest on investments	12.41	849.85	862.26
Net cash provided by (used for) investing activities	12.41	849.85	862.26
Net increase (decrease) in cash and cash equivalents	(596.03)	30,843.23	30,247.20
Cash and cash equivalents, July 1, 2014	3,094.13	\$ 202,278.64	205,372.77
Cash and cash equivalents, June 30, 2015	\$ 2,498.10	\$ 233,121.87	\$ 235,619.97
Reconciliation of operating loss to net cash provided (used) by operating activities			
Operating income (loss)	\$ (639.17)	\$ 29,993.38	\$ 29,354.21
Change in assets and liabilities:			
Increase in accounts receivable			-
Increase in accounts payable	30.73	-	30.73
	30.73	-	30.73
Net cash provided by (used for) operating activities	\$ (608.44)	\$ 29,993.38	\$ 29,384.94

FIDUCIARY FUNDS DETAIL STATEMENTS AND SCHEDULES

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

Agency Funds are used to account for assets held by the district as an agent for another party:

- | | |
|--|--|
| Student Activity Fund : | This agency fund is used to account for student funds held at the schools. |
| Payroll Fund: | This agency fund is used to account for the payroll transactions of the school district. |
| Unemployment Compensation Insurance Trust Fund: | This trust fund is used to pay unemployment compensation claims as they arise. |

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2015

	<u>AGENCY FUNDS</u>			<u>UNEMPLOYMENT COMPENSATION TRUST</u>
	<u>STUDENT ACTIVITY</u>	<u>PAYROLL AGENCY</u>	<u>TOTAL AGENCY</u>	
ASSETS:				
Cash and cash equivalents	\$ 72,600.60	\$ 29,607.19	\$ 102,207.79	\$
Intrafund receivable				7,839.13
Total assets	\$ <u>72,600.60</u>	\$ <u>29,607.19</u>	\$ <u>102,207.79</u>	\$ <u>7,839.13</u>
LIABILITIES:				
Payroll deductions and withholdings	\$	\$ 21,768.06	\$ 21,768.06	\$
Intrafund payable		7,839.13	7,839.13	
Due to student groups	72,600.60		72,600.60	
Total liabilities	\$ <u>72,600.60</u>	\$ <u>29,607.19</u>	\$ <u>102,207.79</u>	
NET POSITION:				
Held in trust for unemployment claims and other purposes				7,839.13
Total net position				\$ <u>7,839.13</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	UNEMPLOYMENT COMPENSATION TRUST	TOTAL
	<u> </u>	<u> </u>
ADDITIONS:		
Contributions:		
Other	\$ <u>54,153.36</u>	\$ <u>54,153.36</u>
Total contributions	<u>54,153.36</u>	<u>54,153.36</u>
Total additions	<u>54,153.36</u>	<u>54,153.36</u>
DEDUCTIONS:		
Unemployment claims	<u>53,849.06</u>	<u>53,849.06</u>
Total deductions	<u>53,849.06</u>	<u>53,849.06</u>
Change in net position	304.30	304.30
Net Position, Beginning of Year	<u>7,534.83</u>	<u>7,534.83</u>
Net Position, End of Year	<u><u>\$ 7,839.13</u></u>	<u><u>\$ 7,839.13</u></u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>BALANCE</u> <u>6/30/2014</u>	<u>CASH</u> <u>RECEIPTS</u>	<u>CASH</u> <u>DISBURSEMENTS</u>	<u>BALANCE</u> <u>6/30/2015</u>
ASSETS:				
Student Activities Funds	\$ <u>79,576.68</u>	\$ <u>139,435.01</u>	\$ <u>146,411.09</u>	\$ <u>72,600.60</u>
LIABILITIES:				
Due enterprise fund	1,901.01		1,901.01	0.00
Due student groups	<u>77,675.67</u>	<u>141,336.02</u>	<u>146,411.09</u>	<u>72,600.60</u>
Total all schools	\$ <u><u>79,576.68</u></u>	\$ <u><u>141,336.02</u></u>	\$ <u><u>148,312.10</u></u>	\$ <u><u>72,600.60</u></u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
PAYROLL AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>BALANCE</u> <u>6/30/2014</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>6/30/2015</u>
ASSETS:				
Cash and cash equivalents	\$ 20,412.86	\$ 5,811,383.65	\$ 5,802,189.32	\$ 29,607.19
Total assets	<u>\$ 20,412.86</u>	<u>\$ 5,811,383.65</u>	<u>\$ 5,802,189.32</u>	<u>\$ 29,607.19</u>
LIABILITIES:				
Interfund Payable	\$ 7,534.83	\$ 7,839.13	\$ 7,534.83	\$ 7,839.13
Payroll deductions and withholdings	<u>12,878.03</u>	<u>5,818,918.48</u>	<u>5,810,028.45</u>	<u>21,768.06</u>
Total liabilities	<u>\$ 20,412.86</u>	<u>\$ 5,826,757.61</u>	<u>\$ 5,817,563.28</u>	<u>\$ 29,607.19</u>

LONG-TERM DEBT SCHEDULES

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds .

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2015

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES		RATE OF INTEREST	BALANCE 6/30/2014	RETIRED	BALANCE 6/30/2015
			DATE	AMOUNT				
Refunding Bonds	2/15/07	2,745,000.00	2/15/16	295,000.00	3.830%	\$ 880,000.00	\$ 295,000.00	\$ 585,000.00
			2/15/17	290,000.00				
Refunding Bonds	2/15/13	7,045,000.00	2/15/16	410,000.00	VARIOUS			
			2/15/17	410,000.00				
			2/15/18	495,000.00				
			2/15/19	490,000.00				
			2/15/20	485,000.00				
			2/15/21	480,000.00				
			2/15/22	480,000.00				
			2/15/23	480,000.00				
			2/15/24	480,000.00				
			2/15/25	480,000.00				
			2/15/26	480,000.00				
			2/15/27	470,000.00				
			2/15/28	470,000.00				
			2/15/29	465,000.00				
						<u>6,965,000.00</u>	<u>390,000.00</u>	<u>6,575,000.00</u>
						<u>\$ 7,845,000.00</u>	<u>\$ 685,000.00</u>	<u>\$ 7,160,000.00</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
AS OF JUNE 30, 2015

<u>SERIES</u>	AMOUNT OF ORIGINAL LEASE PRINCIPAL	BALANCE JUNE 30, 2014	DECREASE	BALANCE JUNE 30, 2015
Copiers	\$ 40,114.76	\$ 32,355.92	\$ 7,594.88	\$ 24,761.04
Copiers	11,590.00	<u>10,910.12</u>	<u>2,119.13</u>	<u>8,790.99</u>
		<u>\$ 43,266.04</u>	<u>\$ 9,714.01</u>	<u>\$ 33,552.03</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>ADOPTED BUDGET</u>	<u>TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 920,513.00	\$ _____	\$ 920,513.00	\$ 920,513.00	\$ _____
	<u>920,513.00</u>	<u>_____</u>	<u>920,513.00</u>	<u>920,513.00</u>	<u>_____</u>
State sources					
Debt service aid type II	<u>13,165.00</u>	<u>_____</u>	<u>13,165.00</u>	<u>13,165.00</u>	<u>_____</u>
Total revenues	<u>933,678.00</u>	<u>_____</u>	<u>933,678.00</u>	<u>933,678.00</u>	<u>_____</u>
EXPENDITURES:					
Regular debt service:					
Interest	259,229.00	_____	259,229.00	259,229.50	(0.50)
Principal	<u>685,000.00</u>	<u>_____</u>	<u>685,000.00</u>	<u>685,000.00</u>	<u>_____</u>
Total regular debt service-expenditures	<u>944,229.00</u>	<u>_____</u>	<u>944,229.00</u>	<u>944,229.50</u>	<u>(0.50)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,551.00)</u>	<u>_____</u>	<u>(10,551.00)</u>	<u>(10,551.50)</u>	<u>(0.50)</u>
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	<u>(10,551.00)</u>	<u>_____</u>	<u>(10,551.00)</u>	<u>(10,551.50)</u>	<u>(0.50)</u>
Fund balance, July 1	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>10,551.50</u>	<u>_____</u>
Fund balance, June 30	<u>\$ (10,551.00)</u>	<u>\$ _____</u>	<u>\$ (10,551.00)</u>	<u>\$ _____</u>	<u>\$ (0.50)</u>

STATISTICAL SECTION
(UNAUDITED)

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATISTICAL SECTION

Contents

Page

Financial Trends:

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

J-1 to J-4

Revenue Capacity:

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

J-5 to J-9

Debt Capacity:

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

J-10 to J-13

Demographic and Economic Information:

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

J-14 to J-15

Operating Information:

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

J-16 to J-20

Sources

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities										
Invested in capital assets, net of related debt	\$ 15,506,852	\$ 8,277,588	\$ 8,542,061	\$ 6,973,259	\$ 7,379,212	\$ 6,791,691	\$ 6,895,990	\$ 6,710,032	\$ 6,294,821	\$ 4,940,950
Restricted	3,901,772	3,216,956	1,703,028	809,645	912,647	671,912	704,953	781,382	633,345	2,015,612
Unrestricted (deficit)	(3,058,628)	703,226	491,748	1,832,800	202,116	150,777	141,025	205,815	210,742	269,114
Total governmental activities net position	<u>\$ 16,349,996</u>	<u>\$ 12,197,771</u>	<u>\$ 10,736,837</u>	<u>\$ 9,615,704</u>	<u>\$ 8,493,975</u>	<u>\$ 7,614,379</u>	<u>\$ 7,741,969</u>	<u>\$ 7,697,229</u>	<u>\$ 7,138,908</u>	<u>\$ 7,225,677</u>
Business-type activities										
Unrestricted	\$ 234,045	\$ 203,829	\$ -	\$ 71,961	\$ 19,570	\$ 2,539	\$ 2,353	\$ 3,966	\$ 7,454	\$ 7,214
Total business-type activities net position	<u>\$ 234,045</u>	<u>\$ 203,829</u>	<u>\$ -</u>	<u>\$ 71,961</u>	<u>\$ 19,570</u>	<u>\$ 2,539</u>	<u>\$ 2,353</u>	<u>\$ 3,966</u>	<u>\$ 7,454</u>	<u>\$ 7,214</u>
District-wide										
Net investment in capital assets	\$ 15,506,852	\$ 8,277,588	\$ 8,542,061	\$ 6,973,259	\$ 7,379,212	\$ 6,791,691	\$ 6,895,990	\$ 6,710,032	\$ 6,294,821	\$ 4,940,950
Restricted	3,901,772	3,216,956	1,703,028	809,645	912,647	671,912	704,953	781,382	633,345	2,015,612
Unrestricted (deficit)	(2,824,583)	907,055	491,748	1,904,761	221,687	153,316	143,378	209,781	218,196	276,328
Total district net position	<u>\$ 16,584,041</u>	<u>\$ 12,401,600</u>	<u>\$ 10,736,837</u>	<u>\$ 9,687,665</u>	<u>\$ 8,513,546</u>	<u>\$ 7,616,918</u>	<u>\$ 7,744,321</u>	<u>\$ 7,701,195</u>	<u>\$ 7,146,362</u>	<u>\$ 7,232,891</u>

Source: CAFR Schedule A-1

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN YEARS
(accrual basis of accounting)
UNAUDITED

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Expenses										
Governmental activities										
Instruction										
Regular	\$ 5,395,614.52	\$ 4,429,963.9	\$ 6,194,076.53	\$ 5,897,882.21	\$ 5,656,272.25	\$ 6,173,767.47	\$ 6,107,965.21	\$ 6,684,978.70	6,303,378.67	\$ 6,013,288.41
Special education	1,166,632.24	1,128,247.24	1,780,129.27	1,750,348.86	1,620,283.96	1,692,570.35	1,613,921.59	1,114,023.60	1,311,682.89	903,554.28
Other instruction	337,858.00	196,548.61	181,641.30	211,701.65	206,720.23	164,866.14	164,583.44	112,417.12	108,113.32	75,841.61
Support Services:										
Tuition	484,252.49	426,494.33								
Student & instruction related services	2,282,165.84	1,984,718.67	2,570,233.91	2,342,455.20	2,408,619.26	2,387,219.75	2,186,399.68	2,183,485.84	1,994,254.46	1,849,435.99
School administrative services	368,491.93	341,025.85	543,118.36	516,496.98	520,364.10	521,482.15	508,523.48	502,655.54	475,366.45	459,212.76
General administrative services	517,082.62	428,282.09	496,237.18	496,775.50	490,161.28	520,755.42	505,509.32	465,344.40	513,504.88	462,528.28
Central Services & Technology	268,785.90	226,282.37	495,952.15	613,786.02	556,367.71	530,685.74	489,848.51	488,475.87	555,342.80	475,671.10
Plant operations and maintenance	428,359.72	438,897.44	1,399,130.68	1,358,520.97	1,359,273.23	1,390,537.00	1,583,128.32	1,563,963.25	1,467,678.30	1,352,045.44
Pupil transportation	1,221,003.14	1,189,136.63	302,666.09	330,443.33	411,284.94	452,081.77	418,642.58	407,424.46	322,043.04	272,399.80
Unallocated benefits	3,374,300.99	3,050,040.62								
Interest on long-term debt	238,097.57	191,120.22	355,284.56	388,549.94	424,028.71	441,361.17	460,788.61	507,979.75	612,944.01	607,039.82
Unallocated			104,008.55							
Unallocated depreciation	671,369.58	653,423.43	500,208.17	494,823.65	491,663.98	481,276.39	363,566.18	231,435.27	229,266.74	224,261.40
Total governmental activities expenses	<u>16,754,014.54</u>	<u>14,684,181.40</u>	<u>14,922,686.75</u>	<u>14,401,784.31</u>	<u>14,145,039.65</u>	<u>14,756,603.35</u>	<u>14,402,876.92</u>	<u>14,262,183.80</u>	<u>13,893,575.56</u>	<u>12,695,278.89</u>
Business-type activities:										
Food service	9,617.67	12,266.99	12,870.33	13,472.56	11,985.74	13,831.32	24,186.31	28,175.12	31,260.88	29,527.86
Regional Program	156,728.91	128,180.10	118,516.13	115,534.18	150,427.74					
Total business-type activities expense	<u>166,346.58</u>	<u>140,447.09</u>	<u>131,386.46</u>	<u>129,006.74</u>	<u>162,413.48</u>	<u>13,831.32</u>	<u>24,186.31</u>	<u>28,175.12</u>	<u>31,260.88</u>	<u>29,527.86</u>
Total district expenses	<u>\$ 16,920,361.12</u>	<u>\$ 14,824,628.49</u>	<u>\$ 15,054,073.21</u>	<u>\$ 14,530,791.05</u>	<u>\$ 14,307,453.13</u>	<u>\$ 14,770,434.67</u>	<u>\$ 14,427,063.23</u>	<u>\$ 14,290,358.92</u>	<u>\$ 13,924,856.44</u>	<u>\$ 12,724,806.75</u>
Program Revenues										
Governmental activities										
Charges for services:										
Instruction (tuition)	\$ 113,496.00	\$ 133,157.12	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and contributions	3,297,492.98	1,855,139.56	1,996,206.34	1,773,683.82	1,452,623.29	1,609,403.62	1,839,378.20	1,476,084.77	1,403,567.53	1,078,136.00
Total governmental activities program revenues	<u>3,410,988.98</u>	<u>1,988,296.68</u>	<u>1,996,206.34</u>	<u>1,773,683.82</u>	<u>1,452,623.29</u>	<u>1,609,403.62</u>	<u>1,839,378.20</u>	<u>1,476,084.77</u>	<u>1,403,567.53</u>	<u>1,078,136.00</u>
Business-type activities:										
Charges for services										
Food service	8,978.50	13,468.83	11,770.97	12,595.80	13,189.18	13,973.53	22,507.13	24,367.14	30,876.75	26,404.17
Regional Program	186,722.29	173,346.53	203,471.29	168,542.00	165,853.22					
Total business type activities program revenues	<u>195,700.79</u>	<u>186,815.36</u>	<u>215,242.26</u>	<u>181,137.80</u>	<u>179,042.40</u>	<u>13,973.53</u>	<u>22,507.13</u>	<u>24,367.14</u>	<u>30,876.75</u>	<u>26,404.17</u>
Total district program revenues	<u>\$ 3,606,689.77</u>	<u>\$ 2,175,112.04</u>	<u>\$ 2,211,448.60</u>	<u>\$ 1,954,821.62</u>	<u>\$ 1,631,665.69</u>	<u>\$ 1,623,377.15</u>	<u>\$ 1,861,885.33</u>	<u>\$ 1,500,451.91</u>	<u>\$ 1,434,444.28</u>	<u>\$ 1,104,540.17</u>
Net (Expense)/Revenue										
Governmental activities	\$ (13,343,025.56)	\$ (12,695,884.72)	\$ (12,926,480.41)	\$ (13,149,002.93)	\$ (12,949,161.02)	\$ (12,535,636.03)	\$ (12,917,225.15)	\$ (12,926,792.15)	\$ (12,858,616.27)	\$ (12,815,439.56)
Business-type activities	29,354.21	46,368.27	83,855.80	49,751.34	50,035.66	(148,439.95)	8,675.81	180.83	2,701.63	(4,876.71)
Total district-wide net expense	<u>\$ (13,313,671.35)</u>	<u>\$ (12,649,516.45)</u>	<u>\$ (12,926,480.41)</u>	<u>\$ (13,099,251.59)</u>	<u>\$ (12,899,125.36)</u>	<u>\$ (12,684,075.98)</u>	<u>\$ (12,908,549.34)</u>	<u>\$ (12,926,611.32)</u>	<u>\$ (12,855,914.64)</u>	<u>\$ (12,820,316.27)</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST ELEVEN YEARS
(accrual basis of accounting)
UNAUDITED

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Governmental activities:										
Property taxes levied for general purposes, net	\$ 13,586,718.00	\$ 13,284,038.00	\$ 12,851,998.00	\$ 12,589,999.00	\$ 12,599,999.00	\$ 11,990,384.00	\$ 11,606,057.00	\$ 11,185,785.00	\$ 10,427,500.00	\$ 9,996,721.00
Taxes levied for debt service	920,513.00	940,914.00	990,196.00	982,899.00	984,437.00	942,647.00	925,396.00	1,083,239.00	1,057,868.00	1,000,552.00
Unrestricted grants and contributions	28,928.00	52,600.00	10,325.70	21,757.00	3,828.55	37,220.65	22,284.80	778,247.51	735,797.24	720,965.17
State Aid restricted for Debt Service	358,598.73	11,695.10	13,439.00	13,452.00	13,659.00	16,058.00	15,741.00	31,057.90	16,898.00	16,916.00
State Aid restricted for Capital Outlay										
Cancellation of SDA Grant	(62,677.42)									
Miscellaneous income	22,502.55	24,045.64	25,180.98	14,304.69	87,505.79	33,301.47	38,759.35	140,990.71	290,276.27	192,613.85
Disposal of Capital asset(net)										(4,783.26)
Total governmental activities	<u>14,854,582.86</u>	<u>14,313,292.74</u>	<u>13,891,139.68</u>	<u>13,632,411.69</u>	<u>13,689,429.34</u>	<u>13,019,611.12</u>	<u>12,608,238.15</u>	<u>13,219,320.12</u>	<u>12,528,339.51</u>	<u>11,922,984.76</u>
Business-type activities:										
Miscellaneous Income	862.26	985.90	657.97	259.34	402.61	43.76	66.03	319.70	644.33	425.99
Total business-type activities	<u>862.26</u>	<u>985.90</u>	<u>657.97</u>	<u>259.34</u>	<u>402.61</u>	<u>43.76</u>	<u>66.03</u>	<u>319.70</u>	<u>644.33</u>	<u>425.99</u>
Total district-wide	<u>\$ 14,855,445.12</u>	<u>\$ 14,314,278.64</u>	<u>13,891,797.65</u>	<u>13,632,671.03</u>	<u>13,689,831.95</u>	<u>13,019,654.88</u>	<u>12,608,304.18</u>	<u>13,219,639.82</u>	<u>12,528,983.84</u>	<u>11,923,410.75</u>
Change in Net Position										
Governmental activities	\$ 1,511,557.30	\$ 1,617,408.02	\$ 964,659.27	\$ 1,004,311.20	\$ 997,012.98	\$ (127,588.61)	\$ 44,739.43	\$ 433,221.09	\$ 38,331.48	\$ 305,841.87
Business-type activities	30,216.47	47,354.17	84,513.77	52,390.40	17,031.53	185.97	(1,613.15)	(3,488.28)	240.20	(2,697.70)
Total district	<u>\$ 1,541,773.77</u>	<u>\$ 1,664,762.19</u>	<u>\$ 1,049,173.04</u>	<u>\$ 1,056,701.60</u>	<u>\$ 1,014,044.51</u>	<u>\$ (127,402.64)</u>	<u>\$ 43,126.28</u>	<u>\$ 429,732.81</u>	<u>\$ 38,571.68</u>	<u>\$ 303,144.17</u>

Source: CAFR Schedule A-2

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (modified accrual basis of accounting)
 UNAUDITED

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund										
Reserved	\$	\$	\$	\$	\$	\$ 707,076	\$ 732,145	\$ 518,973	\$ 821,170	\$ 1,485,834
Restricted	2,364,080	1,459,610	1,703,028	809,645	912,647					
Assigned	379,647	257,926	423,942	1,255,429	268,756					
Unassigned	305,913	344,998	317,086	327,483	296,991					
Unreserved						347,262	505,580	658,093	516,943	303,252
Total general fund	\$ <u>3,049,641</u>	\$ <u>2,062,534</u>	\$ <u>2,444,057</u>	\$ <u>2,392,557</u>	\$ <u>1,478,394</u>	<u>1,054,339</u>	\$ <u>1,237,725</u>	\$ <u>1,177,065</u>	\$ <u>1,338,113</u>	\$ <u>1,789,086</u>
All Other Governmental Funds										
Reserved	\$	\$	\$	\$	\$	\$	\$ 274,007	\$ 292,915	\$ 441,192	\$ 969,947
Restricted										
Capital projects fund	1,253,563	1,499,421								
Debt service fund		10,552	10,551	1	1					
Unreserved, reported in:										
Capital projects fund						436,015	207,007	224,516	285,644	92,910
Debt service fund						218	242	53,564	78,975	46,320
Total all other governmental funds	\$ <u>1,253,563</u>	\$ <u>1,509,972</u>	\$ <u>10,551</u>	\$ <u>1</u>	\$ <u>1</u>	<u>436,232</u>	\$ <u>481,257</u>	\$ <u>570,996</u>	\$ <u>805,812</u>	\$ <u>1,109,177</u>

Source: CAFR Schedule B-1

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CHANGES IN GOVERNMENTAL FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Tax levy	\$ 14,507,231	\$ 14,224,952	\$ 13,842,194	\$ 13,582,898	\$ 13,584,436	\$ 12,933,031	\$ 12,531,453	\$ 12,269,024	\$ 11,485,368	\$ 10,997,273
Interest on capital reserve	419	3,665	2,500	2,192	2,602	2,801	4,290	11,749	26,720	16,019
Tuition	113,496	133,157	36,640	41,716	38,384					
Miscellaneous	22,083	90,113	45,780	76,701	163,428	73,406	116,325	215,957	263,556	249,535
State sources	2,096,997	1,663,691	1,768,037	1,482,329	1,036,672	1,409,660	1,600,306	1,974,999	1,977,471	1,530,887
Federal sources	189,295	186,012	192,195	220,259	316,531	249,817	195,243	223,676	178,792	212,190
Total revenue	16,929,521	16,301,590	15,887,346	15,406,095	15,142,053	14,668,715	14,447,616	14,695,404	13,931,907	13,005,904
Expenditures										
Instruction										
Regular Instruction	4,505,648	4,412,902	6,065,788	5,779,684	5,662,677	6,078,802	6,108,798.35	4,779,885	4,497,490	4,453,355
Special education instruction	1,166,632	1,128,247	1,780,129	1,750,349	1,620,284	1,692,570	1,613,921.59	1,114,024	1,120,668	903,554
Other instruction	131,905	196,549	181,641	211,702	206,720	164,866	164,583.44	112,417	79,461	75,842
Support Services:										
Tuition	484,252	426,494								
Student & instruction related services	2,005,449	1,984,719	2,553,686	2,345,122	2,400,273	2,382,717	2,180,859.69	1,729,896	1,536,686	1,473,107
General administrative services	440,593	428,282	494,658	494,106	486,506	517,101	500,612.77	371,456	344,533	388,480
School administrative services	331,217	341,026	542,342	515,330	519,137	520,481	506,437.29	370,061	422,658	346,215
Central services & technology	405,781	438,897	488,007	608,494	552,741	521,686	486,965.56	374,520	429,523	376,252
Plant operations and maintenance	1,220,175	1,189,137	1,376,984	1,338,430	1,343,980	1,375,244	1,552,956.36	1,331,152	1,238,419	1,175,130
Pupil transportation	218,729	226,282	302,666	330,443	411,285	452,082	418,642.58	405,919	320,611	272,054
Unallocated employee benefits	3,374,301	3,050,041						2,991,727	2,918,713	2,351,276
Capital outlay	907,235	418,381	1,072,691	113,103	757,691	126,495	159,531.65	384,709	668,967	6,251,704
Debt service:										
Principal	685,000	670,000	702,726	608,103	760,668	615,840	596,825.25	540,000	485,000	475,000
Interest and other charges	259,230	284,324	304,092	397,068	432,264	449,242	468,387.05	585,504	623,516	554,554
Total expenditures	16,136,147	15,195,281	15,865,411	14,491,934	15,154,229	14,897,126	14,758,522	15,091,268	14,686,244	19,096,523
Excess (Deficiency) of revenues over (under) expenditures	793,374	1,106,309	21,935	914,161	(12,176)	(228,411)	(310,905)	(395,864)	(754,337)	(6,090,619)
Other Financing sources (uses)										
Capital leases (non-budgeted)		11,590	40,115				281,826			
Grant cancellations	(62,677)									
Total other financing sources (uses)	(62,677)		40,114.76			-	281,826			
Net change in fund balances	\$ 730,697	\$ 1,117,899	\$ 62,050	\$ 914,161	\$ (12,176)	\$ (228,411)	\$ (29,079)	\$ (395,864)	\$ (754,337)	\$ (6,090,619)
Debt service as a percentage of noncapital expenditures	6.2%	6.5%	6.8%	7.0%	8.3%	7.2%	7.3%	7.7%	7.9%	8.0%

Source: CAFR Schedule B-2

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

<u>Fiscal Year</u> <u>Ended June 30.</u>	<u>Interest on</u> <u>Investments</u>	<u>Interest on</u> <u>Capital Reserve</u>	<u>Tuition</u>	<u>Refunds</u>	<u>Misc.</u>	<u>Total</u>
2006	\$104,938.59	\$16,018.69	\$18,976.00		\$6,361.72	\$146,295.00
2007	155,760.37	26,719.80	38,074.00		12,546.83	233,101.00
2008	122,413.00	11,749.00	2,820.00		90,723.00	227,705.00
2009	17,818.90	4,289.96		\$6,013.55	10,636.94	38,759.35
2010	22,162.56	2,800.54			8,338.37	33,301.47
2011	22,450.26	2,602.30			56,069.23	81,121.79
2012	9,530.55	2,191.93			2,582.21	14,304.69
2013	12,342.60	2,500.18			4,723.12	19,565.90
2014	11,875.98	3,664.94			6,798.60	22,339.52
2015	7,470.54	419.28			7,052.73	14,942.55

Source: District Records

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

Calendar Year Ended Dec. 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Total Assessed Value	Public Utilities (a)	Net Valuation Taxable	Total Direct School Tax Rate (b)	Estimated Actual (County Equalized Value)
2005	\$ 13,457,100	\$ 1,157,148,000	\$ 1,367,100	\$ 18,600	\$ 378,733,100	\$ 1,550,723,900	\$ 1,794,624	\$ 1,552,518,524	0.672	\$ 1,488,575,688
2006	25,990,100	1,168,132,200	1,367,100	18,600	359,444,500	1,554,952,500	1,794,624	1,556,747,124	0.726	1,639,917,476
2007	20,990,400	1,205,649,800	930,800	5,600	374,512,000	1,602,088,600	1,357,095	1,603,445,695	0.740	1,788,286,520
2008	16,806,600	1,218,110,700	930,800	6,400	415,187,600	1,651,042,100	1,584,879	1,652,626,979	0.747	2,170,444,682
2009	16,008,200	1,226,381,100	930,800	6,400	460,623,700	1,703,950,200	1,648,608	1,705,598,808	0.745	2,245,069,011
2010	15,268,000	1,231,323,800	930,800	6,400	464,840,100	1,712,369,100	1,851,347	1,714,220,447	0.772	2,269,801,638
2011	14,696,900	1,233,145,100	930,800	6,400	454,682,800	1,703,462,000	1,723,119	1,705,185,119	0.796	1,969,565,261
2012	24,756,000	1,277,784,100	1,225,400	6,600	542,447,400	1,847,942,619	1,723,119	1,849,665,738	0.776	1,999,384,529
2013	*	*	*	*	*	1,830,553,495	*	1,784,775,577	0.805	1,924,752,204
2014	*	*	*	*	*	1,784,775,777	*	1,896,168,946	0.775	1,965,379,073

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

(b) Tax rates are per \$100

* Not available at time of audit

**BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN CALENDAR YEARS**

(rate per \$100 of assessed value)

UNAUDITED

Calendar Year Ended December 31,	Borough of Woodcliff Lake Board of Education			Overlapping Rates			Total Direct and Overlapping Tax Rate
	General			Borough of Woodcliff	Pascack Valley Regional	County	
	Basic Rate (a)	Obligation Debt Service (b)	Total Direct				
2005	0.604	0.068	0.672	0.412	0.455	0.211	1.750
2006	0.658	0.068	0.726	0.435	0.498	0.211	1.870
2007	0.672	0.068	0.740	0.451	0.550	0.239	1.980
2008	0.679	0.068	0.747	0.452	0.601	0.249	2.049
2009	0.691	0.054	0.745	0.452	0.606	0.256	2.059
2010	0.715	0.057	0.772	0.463	0.645	0.269	2.059
2011	0.740	0.056	0.796	0.496	0.616	0.232	2.140
2012	0.766	0.054	0.766	0.501	0.613	0.234	2.114
2013	0.749	0.056	0.805	0.517	0.625	0.249	2.196
2014	0.775		0.775	0.495	0.593	0.247	2.110

Source: District Records and Municipal Tax Collector

Note:

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

<u>Taxpayer</u>	<u>2015</u>			<u>2006</u>		
	<u>Taxable Assessed</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>	<u>Taxable Assessed</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
	<u>Value</u>			<u>Value</u>		
BMW of North America	\$110,500,000	1	6.19%	*		*
Mack-Cali Chestnut Ridge-50 Tice	44,650,000	2	2.50%	*		*
Tice Corner Marketplace	41,650,000	3	2.33%	*		*
Advantage LLP	41,341,700	4	2.32%	*		*
300 Tice Realty Associates	40,250,000	5	2.26%	*		*
Deloitte & Touche	32,928,000	6	1.84%	*		*
Engle Burman	17,342,000	7	0.97%	*		*
IPC NY Properties	16,813,500	8	0.94%	*		*
400 Chestnut Realty-Mack Cali Ridge Associates 11	15,610,000	9	0.87%	*		*
	15,538,500	10	0.87%	*		*
Total	\$376,623,700		21.10%	\$0		0.00%

* Not available at time of audit

Source: District CAFR J11 & Municipal Tax Assessor

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	Taxes Levied for <u>the Fiscal Year</u>	Collected within the Fiscal Year of the Levy		Collections in Subsequent <u>Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2006	10,997,273	10,997,273	100.00%	-
2007	11,485,368	11,485,368	100.00%	-
2008	12,269,024	12,269,024	100.00%	-
2009	12,531,453	12,531,453	100.00%	-
2010	12,933,031	12,933,031	100.00%	-
2011	13,584,436	13,584,436	100.00%	-
2012	13,582,898	13,582,898	100.00%	-
2013	13,842,194	13,842,194	100.00%	-
2014	14,224,952	14,224,952	100.00%	-
2015	13,586,718	13,586,718	100.00%	-

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

Note: 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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities	Total District	Percentage of Personal Income (a)	Per Capita (a)	Income	Population
	General Obligation Bonds	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases					
2006	\$ 12,583,000.00	\$	\$ 2,750,000.00	\$	\$ 15,333,000.00	0.36%	\$ 2,647	\$ 54,669	5,792
2007	12,195,000.00		2,750,000.00		14,945,000.00	0.38%	2,563	56,963	5,830
2008	11,655,000.00	36,755.91			11,691,755.91	0.54%	1,990	63,021	5,876
2009	11,120,000.00	256,756.78			11,376,756.78	0.59%	1,924	67,113	5,914
2010	10,565,000.00	195,916.35			10,760,916.35	0.63%	1,805	67,696	5,961
2011	9,985,000.00	15,247.97			10,000,247.97	0.64%	1,743	64,388	5,736
2012	9,385,000.00	7,145.42			9,392,145.42	0.70%	1,629	65,486	5,766
2013	8,755,000.00	39,534.60			8,794,534.60	0.75%	1,509	66,096	5,827
2014	7,845,000.00	43,266.04			7,888,266.04	0.89%	1,353	69,919	5,830
2015	7,160,000.00	31,290.04			7,191,290.04	0.97%	1,225	69,495	5,870

Source: District CAFR Schedules I-1

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
RATIOS OF NET BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	General Bonded Debt Outstanding			Total Municipal Assessed Value	Percentage of Actual Taxable Value (a) of Property	Per Capita (b)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding			
2006	12,583,000	-0-	12,583,000	1,552,518,524	0.81%	2,172.48
2007	12,195,000	-0-	12,195,000	1,556,747,124	0.78%	2,091.77
2008	11,655,000	-0-	11,655,000	1,603,445,695	0.73%	1,983.49
2009	11,120,000	-0-	11,120,000	1,652,626,979	0.67%	1,880.28
2010	10,565,000	-0-	10,565,000	1,705,598,808	0.62%	1,772.35
2011	9,985,000	-0-	9,985,000	1,714,220,447	0.58%	1,740.76
2012	9,385,000	-0-	9,385,000	1,705,185,119	0.55%	1,627.64
2013	8,755,000	-0-	8,755,000	1,830,553,495	0.48%	1,502.49
2014	7,845,000	-0-	7,845,000	1,784,775,577	0.44%	1,345.63
2015	7,160,000	-0-	7,160,000	1,896,168,946	0.38%	1,219.76

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

(a) See Exhibit J-6 for property tax data.

(b) Population data can be found in Exhibit J-14.

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2015
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Woodcliff Lake Borough	\$ 6,824,228	100.000%	\$ 6,824,228
Other debt			
Regional School Debt	*	*	*
Bergen County	849,429,739	1.186%	<u>10,073,508</u>
Subtotal, overlapping debt			16,897,736
Woodcliff Lake Borough School District Direct Debt			<u>7,845,000</u>
Total direct and overlapping debt			<u><u>\$ 24,742,736</u></u>

Sources: Borough Chief Finance Office & County Treasurers Office

* Not available at time of audit

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Woodcliff Lake. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

(a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

EXHIBIT "J-13"

Legal Debt Margin Calculation for Fiscal Year 2015

	Equalized valuation basis	
	2014	\$ 1,965,379,073
	2013	1,924,752,204
	2012	<u>2,014,204,124</u>
	[A]	<u>\$ 5,904,335,401</u>
Average equalized valuation of taxable property	[A/3]	\$ 1,968,111,800
Debt limit (3 % of average equalization)	[B]	59,043,354 (a)
Net bonded school debt	[C]	<u>6,824,882</u>
Legal debt margin	[B-C]	<u>\$ 52,218,472</u>

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt limit	\$ 44,274,371	\$ 55,080,869	\$ 55,080,869	\$ 64,708,801	\$ 66,981,669	\$ 67,149,403	\$ 66,004,643	\$ 62,849,580	\$ 60,191,395	\$ 59,043,354
Total net debt applicable to limit	<u>13,072,167</u>	<u>12,209,167</u>	<u>11,669,167</u>	<u>11,134,167</u>	<u>10,579,167</u>	<u>9,999,167</u>	<u>9,399,167</u>	<u>8,755,000 *</u>	<u>8,755,000 *</u>	<u>6,824,882</u>
Legal debt margin	<u>\$ 31,202,204</u>	<u>\$ 42,871,702</u>	<u>\$ 43,411,702</u>	<u>\$ 53,574,634</u>	<u>\$ 56,402,502</u>	<u>\$ 56,402,502</u>	<u>\$ 56,605,476</u>	<u>\$ 54,094,580</u>	<u>\$ 51,436,395</u>	<u>\$ 52,218,472</u>
Total net debt applicable to the limit as a percentage of debt limit	29.53%	22.17%	21.19%	17.21%	15.79%	15.79%	14.24%	13.93%	14.55%	11.56%

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

(a) Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts
* Includes regional bonds

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year Ended December 31,	<u>Unemployment Rate (d</u>	<u>Per Capita Income</u>	School District <u>Population</u>
2005	1.5%	54,669	5,792
2006	1.5%	56,963	5,830
2007	1.3%	63,021	5,876
2008	1.8%	67,113	5,914
2009	3.2%	67,696	5,961
2010	3.3%	64,388	5,736
2011	3.3%	65,486	5,766
2012	3.3%	66,096	5,827
2013	6.5%	69,919	5,830
2014	4.0%	69,495	5,870

Source: N.J. Department of Labor

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO
UNAUDITED

<u>Employer</u>	<u>2015</u>			<u>2006</u>		
	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Employment</u>
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
	-		0.00%	-		0.00%

Source: District CAFR J11 & Municipal Tax Assessor

* Not available at time of audit

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instruction										
Regular	67	69	70	66	66	58	63	59	58	58
Special education	32	28	25	28	30	29	32	38	41	41
Support Services:										
Tuition										
Student & instruction related services	14	16	16	12	10	10	7	7	7	7
General administrative services	3	2	2	2	2	2	2	2	2	2
School administrative services	7	6	6	6	6	6	5	4	4	4
Business administrative services	5	5	5	5	5	5	4	4	4	4
Plant operations and maintenance	20	16	15	12	11	4	5	4	4	4
Total	<u>148</u>	<u>142</u>	<u>139</u>	<u>131</u>	<u>130</u>	<u>114</u>	<u>118</u>	<u>118</u>	<u>120</u>	<u>120</u>

Source: District Personnel Records

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures (a)</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff (b)</u>	<u>Pupil/Teacher Ratio</u>		<u>Average Daily Enrollment (ADE) (c)</u>	<u>Average Daily Attendance (ADE) (c)</u>	<u>% Change in Average Daily Enrollment</u>	<u>Student Attendance Percentage</u>
						<u>Elementary</u>	<u>Middle School</u>				
2006	865	11,815,266	\$13,659	*	83.00	49.00	34.00	869	832	-1.5%	95.74%
2007	860	12,908,762	15,010	9.9%	85	52	33	860	828	-1.0%	96.28%
2008	830	13,581,055	16,363	9.0%	87	53	34	832	801	-3.3%	96.27%
2009	836	13,533,778	16,189	-1.1%	90	50	34	836	787	0.5%	94.14%
2010	849	13,705,548	16,143	-0.3%	90	53	37	846	816	1.2%	96.45%
2011	817	13,203,604	16,161	0.1%	79	46	33	814	782	-3.8%	96.07%
2012	808	13,373,659	16,552	2.4%	86	52	34	794	767	-2.5%	96.60%
2013	777	13,785,902	17,742	9.8%	82	49	33	774	745	-2.5%	96.25%
2014	779	13,822,576	17,744	7.2%	85	51	34	*	748	*	*
2015	777	14,284,682	18,384	3.6%	81	49	32	*	735	*	*

* Not available at time of audit

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

Note: Enrollment based on annual October district count.

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<u>District Building</u>										
<u>Elementary</u>										
Dorchester School										
Square Feet	78,920	78,920	78,920	78,920	78,920	78,920	78,920	78,920	78,920	78,920
Capacity (students)	573	573	573	573	573	573	573	573	573	573
Enrollment	561	561	536	540	563	551	539	501	522	507
Woodcliff Lake Middle School										
Square Feet	78,005	78,005	78,005	78,005	78,005	78,005	78,005	78,005	78,005	78,005
Capacity (students)	530	530	530	530	530	530	530	530	530	530
Enrollment	304	304	301	296	286	274	269	276	257	270

140

Number of Schools at June 30, 2015
 Elementary/Middle = 2

Source: District records, ASSA
 Note: Increases in square footage and capacity are the result of additions.
 Enrollment is based on the annual October district count.

BOROUGH OF WOODCLIFF LAKE - SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

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

<u>School Facilities</u>	<u>Project # (s)</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Dorchester School	N/A	42,265	\$ 68,179.00	\$ 58,448.61	\$ 39,051.00	\$ 53,624.00	\$ 60,931.00	\$ 83,421.00	\$ 96,943.00	\$ 57,182.00	\$ 93,634.00
Woodcliff Lake Middle School	N/A	74,678	81,071.00	63,783.92	66,167.00	104,697.00	70,039.00	121,018.00	89,307.00	105,029.00	172,373.00
Total School Facilities		116,943.00	149,250.00	122,232.53	105,218.00	158,321.00	130,970.00	204,439.00	186,250.00	162,211.00	266,007.00
Other Facilities											
Grand Total		<u>\$ 116,943.00</u>	<u>\$ 149,250.00</u>	<u>\$ 122,232.53</u>	<u>\$ 105,218.00</u>	<u>\$ 158,321.00</u>	<u>\$ 130,970.00</u>	<u>\$ 204,439.00</u>	<u>\$ 186,250.00</u>	<u>\$ 162,211.00</u>	<u>\$ 266,007.00</u>

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2015
UNAUDITED

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Package Policy-General Security Property & Casualty		
Property - Blanket Building & Contents	\$51,586,828	\$5,000
Comprehensive General Liability		
Per Occurrence	1,000,000	
Aggregate	2,000,000	
Comprehensive Automobile Liability	1,000,000	
Computers and Scheduled Equipment-General		
Property and Casualty		
Other (Fine Arts, Athletic, and Contractors Equipment	250,000	1,000
Cameras/Musical Equipment)		
Commercial Environmental Impairment Liability		
Each Incident	2,000,000	15,000
Aggregate	20,000,000	
School Board Legal Liability - ACE Insurance Co.		
Director's and Officer's Policy		
Educators	1,000,000	5,000
Employment Practices	1,000,000	15,000
Excess Liability - Selective Way Ins Co		
Umbrella Policy per occ/agg	9,000,000	
Cyber Liability - XL Insurance		
Per Claim	2,000,000	25,000
Aggregate	6,000,000	
Additional Excess Liability - Firemen's Fund		
Per Occurrence	50,000,000	
Aggregate	50,000,000	
Excess Workers Compensation- Reinsurance	1,000,000	
Public Employees Faithful Performance - Selective Insurance		
Blanket Employee Dishonesty	400,000	100,000
Position Bond - Per Employee	100,000	5,000
Board Secretary/Business Administrator-Fidelity Bond	195,000	
Treasurer of School Monies - Robert Wright	195,000	

Source:

School Risk Manager

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SINGLE AUDIT SECTION



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

EXHIBIT "K-1"

308 East Broad Street, Westfield, New Jersey 07090-2122

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

Honorable President and Members
of the Board of Education
Woodcliff Lake Borough School District
County of Bergen
Woodcliff Lake, New Jersey 07677

We have audited, in accordance with the auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Woodcliff Lake Borough School District (the "District") as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated December 2, 2015.

Internal Control Over Financial Reporting

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

SUPLEE, CLOONEY & COMPANY

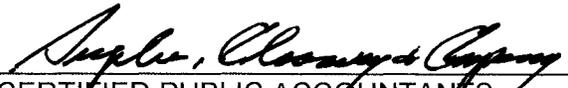
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

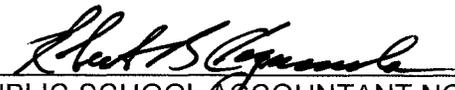
Compliance and Other Matters

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

Purpose of This Report

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


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 93

December 2, 2015



SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

EXHIBIT "K-2"

308 East Broad Street, Westfield, New Jersey 07090-2122

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
STATE FINANCIAL ASSISTANCE PROGRAMS AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH NEW JERSEY OMB CIRCULAR 04-04**

Honorable President and Members
of the Board of Education
Woodcliff Lake Borough School District
County of Bergen
Woodcliff Lake, New Jersey 07677

Report on Compliance for Each Major State Program

We have audited the Woodcliff Lake Borough School District's compliance with the types of compliance requirements described in the New Jersey *OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the Woodcliff Lake Borough School District's major state programs for the year ended June 30, 2015. The District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Woodcliff Lake Borough School District's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and New Jersey *OMB 04-04*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Woodcliff Lake Borough School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

Management of the Woodcliff Lake Borough School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Woodcliff Lake Borough School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with New Jersey OMB 04-04, 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 Woodcliff Lake Borough School District's internal control over compliance.

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

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

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


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 93

December 2, 2015

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE AT 6/30/14	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEAR'S BALANCE	BALANCE AT JUNE 30, 2015		
										ACCOUNTS RECEIVABLE	UNEARNED REVENUE	DUE TO GRANTOR
<u>Special Revenue Funds</u>												
U.S. Department of Education												
Passed-Through State Department of Education:												
Title II	84.281	9/1/14-8/31/15	\$ 20,890.00			\$ 20,890.00	\$ 20,890.00					
I.D.E.A. Part B, Basic	84.027	9/1/14-8/31/15	160,619.00			160,619.00	160,619.00					
I.D.E.A. Part B-Preschool	84.173	9/1/13-8/31/14	7,786.00			7,786.00	7,786.00					
I.D.E.A. Part B-Preschool	84.173	9/1/14-8/31/15	7,819.00	(196.00)		196.00						
Total U.S. Department of Education				(196.00)		189,491.00	189,295.00					
Total Federal Financial Assistance				(\$196.00)		\$ 189,491.00	\$ 189,295.00					

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

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE AT JUNE 30, 2014			CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEAR'S BALANCES	BALANCE AT JUNE 30, 2015			MEMO		
				(ACCOUNTS RECEIVABLE)	UNEARNED REVENUE	DUE TO GRANTOR						(ACCOUNTS RECEIVABLE)	UNEARNED REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	TOTAL EXPENDITURES	
General Funds:																	
Transportation Aid	15-495-034-5120-014	7/1/14-6/30/15	\$ 16,437.00	\$	\$	\$	\$	16,437.00	(16,437.00)							16,437.00	
Special Education Categorical Aid	15-495-034-5120-089	7/1/14-6/30/15	313,218.00					294,242.00	(313,218.00)	18,976.00				(18,976.00)		313,218.00	
Security Aid	15-495-034-5120-084	7/1/14-6/30/15	11,612.00					11,612.00	(11,612.00)							11,612.00	
PARCC Readiness Aid	15-495-034-5120-097	7/1/14-6/30/15	7,440.00					7,440.00	(7,440.00)							7,440.00	
Per Pupil Growth Aid	15-495-034-5120-098	7/1/14-6/30/15	7,440.00					7,440.00	(7,440.00)							7,440.00	
Extraordinary Aid	14-100-034-5120-473	7/1/13-6/30/14	152,079.00	(152,079.00)				152,079.00									
Extraordinary Aid	15-100-034-5120-473	7/1/14-6/30/15	133,037.00						(133,037.00)								
Non-Public Transportation Aid	14-100-034-5120-044	7/1/13-6/30/14	2,547.00	(2,547.00)				2,547.00								2,547.00	
Non-Public Transportation Aid	15-100-034-5120-044	7/1/14-6/30/15	2,436.00						(2,436.00)			(2,436.00)				2,436.00	
Reimbursed TPAF Social Security Contributions	14-495-034-5095-002	7/1/13-6/30/14	451,357.50	(21,716.74)				21,716.74								451,357.50	
Reimbursed TPAF Social Security Contributions	15-495-034-5095-002	7/1/14-6/30/15	433,495.98					412,100.04	(433,495.98)			(21,395.94)		(21,395.94)		433,495.98	
				(176,342.74)				925,613.78	(925,115.98)	18,976.00		(23,831.94)		(42,807.94)		1,245,983.48	
Capital Projects Fund:																	
New Jersey Economic Development Authority	Various	Various															
Cafeteria Roof Replacement	5880-50-14-1010	7/1/13-6/30/15	44,873.12					44,873.12		(17,926.88)						44,873.12	
Fire Alarm Upgrade	5880-50-13-1001	7/1/13-6/30/15	83,449.46					83,449.46		(44,750.54)						83,449.46	
Dorchester Security System Upgrade	5880-30-14-1003	7/1/13-6/30/15	63,600.00						(55,200.66)				(63,600.00)			63,600.00	
W M S Security System Upgrade	5880-50-14-1003	7/1/13-6/30/15	66,400.00						(65,921.09)				(66,400.00)			66,400.00	
Dorchester Classroom & Gym A/C	5880-30-14-1006	7/1/13-6/30/15	494,000.00						(397,747.44)				(494,000.00)			494,000.00	
Dorchester Window Replacement Phase II	5880-30-13-3002	7/1/13-6/30/15	378,000.00						(334,070.05)				(378,000.00)			378,000.00	
								128,322.56	(852,939.24)	(62,677.42)				(1,002,000.00)		981,261.82	
Debt Service Fund:																	
Debt Service Aid-Type II	15-100-034-5120-125	7/1/14-6/30/15	13,165.00					13,165.00	(13,165.00)							13,165.00	
Total Debt Service Fund																	
								13,165.00	(13,165.00)							13,165.00	
Total State Financial Assistance Subject to Single Audit Testing			\$	(176,342.74)	-	-	-	1,067,101.35	(1,791,220.22)	(43,701.42)	-	\$	(23,831.94)	-	-	\$ (1,044,807.94)	\$ 2,240,410.30
On-Behalf amounts utilized for determination of Single Audit:																	
On-behalf TPAF Contributions			293,655.00					293,655.00	(293,655.00)								
NCGI			21,127.00					21,127.00	(21,127.00)								
Post Retirement Medical			499,716.00					499,716.00	(499,716.00)								
Total State Financial Assistance							\$	1,881,599.36	\$ (2,605,718.22)								

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

Woodcliff Lake Borough School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2015

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Board of Education, Woodcliff Lake Borough School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated 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 last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

Woodcliff Lake Borough School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2015

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$1,216.00) for the general fund, and (\$507,505.51) for the capital projects fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$925,115.98	\$925,115.98
Special Revenue Fund	\$189,295.00		189,295.00
Capital Projects Fund		852,939.24	852,939.24
Debt Service Fund		13,165.00	13,165.00
	-----	-----	-----
Total Awards & Financial Assistance	<u>\$189,295.00</u>	<u>\$1,791,220.22</u>	<u>\$1,980,515.22</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: OTHER

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2015. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2015.

Woodcliff Lake Borough School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2015

Section I – Summary of Auditor’s Results

Financial Statements

- | | | |
|-----|--|------------|
| (1) | Type of Auditor’s Report Issued: | Unmodified |
| (2) | Internal Control Over Financial Reporting: | |
| | (a) Material weakness identified? | No |
| | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (3) | Noncompliance material to basic financial statements noted? | No |

Federal Program(s) – Not Applicable

State Program(s)

- | | | |
|-----|--|------------|
| (1) | Internal Control Over Major State Programs: | |
| | (a) Material weakness(es) identified? | No |
| | (b) Significant deficiencies that are not considered to be material weaknesses? | No |
| (2) | Type of Auditor’s Report issued on compliance for major state program(s)? | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04 and listed in Section III of this schedule? | No |

Borough of Woodcliff Lake School District
Bergen County, New Jersey

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2015

Section I – Summary of Auditor’s Results (Continued)

State Program(s) (Continued)

(4) Identification of Major State Program(s):

<u>Program</u>	<u>Grant Number</u>
TPAF	14-495-034-5095-002

(5) Program Threshold Determination:
Type A State Program Threshold > \$300,000.00
Type B State Program Threshold <= \$300,000.00

(6) Auditee qualified as a low-risk auditee under OMB Circular A-133? Yes

Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards

Internal Control Findings

None Reported

Compliance Findings

None Reported

Section III – Findings and Questioned Costs Relative to Major Federal and State Programs

Federal Programs – None Reported

State Programs – None Reported

Woodcliff Lake Borough School District

Schedule of Prior Year Audit Findings

Not Applicable