

Livingston Board of Education

Township of Livingston
Board of Education
County of Essex
New Jersey

*Comprehensive Annual Financial Report
For the Year Ended
June 30, 2013*

Livingston Board of Education

Livingston Township, New Jersey

Comprehensive Annual Financial Report
For the Year Ended June 30, 2013

Prepared by Livingston Township School District
Business Office
Mr. Steven K. Robinson
Business Administrator, Board Secretary
Ms. Patricia Ramos
Manager of Accounting and Finance

Table of Contents

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal	1
Organizational Chart	8
Roster of Officials	9
Independent Auditor and Advisors	10
FINANCIAL SECTION	
Independent Auditors' Report	11
Required Supplementary Information – Part I	
Management's Discussion and Analysis	14
Basic Financial Statements	
Government-wide Financial Statements:	
A-1 Statement of Net Position	24
A-2 Statement of Activities	25
Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	26
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	27
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	28
Enterprise Fund:	
B-4 Statement of Net Position	29
B-5 Statement of Revenues, Expenses and Changes in Fund Net Position	30
B-6 Statement of Cash Flows	31
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	32
B-8 Statement of Changes in Fiduciary Net Position	33
Notes to the Basic Financial Statements	34

Table of Contents (continued)

	Page
FINANCIAL SECTION (continued)	
Required Supplementary Information – Part II	
Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule – General Fund – Budgetary Basis	62
C-1a Combining Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	N/A
C-1b Education Jobs Fund Program – Budget and Actual	N/A
C-2 Budgetary Comparison Schedule – Special Revenue Fund – Budgetary Basis	70
Note to Required Supplementary Information:	
C-3 Budget to GAAP Reconciliation	71
Supplementary Information	
Special Revenue Fund:	
E-1 Combining Schedule of Program Revenues and Expenditures – Budgetary Basis	72
E-2 Schedule of Preschool Education Aid Expenditures – Budgetary Basis – Not Applicable	N/A
Capital Projects Fund:	
F-1 Summary Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis	74
F-1a thru	
F-1aa Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis	75
F-2 Summary Schedule of Project Expenditures – Budgetary Basis	102
Enterprise Fund:	
G-1 Statement of Net Position	N/A
G-2 Statement of Revenues, Expenses and Changes in Fund Net Position	N/A
G-3 Statement of Cash Flows	N/A

Table of Contents (continued)

	Page
FINANCIAL SECTION (continued)	
Supplementary Information (continued)	
Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	103
H-2 Statement of Changes in Fiduciary Net Position	N/A
H-3 Schedule of Cash Receipts and Cash Disbursements – Student Activity Agency Fund	104
H-4 Schedule of Cash Receipts and Cash Disbursements – Payroll Agency Fund	105
Long-Term Debt:	
I-1 Schedule of Serial Bonds Payable	106
I-2 Schedule of Obligations Under Capital Leases	107
I-3 Budgetary Comparison Schedule – Debt Service Fund	108
STATISTICAL SECTION – Other Information (Unaudited)	
Financial Trends:	
J-1 Net Position by Component	109
J-2 Changes in Net Position	110
J-3 Fund Balances – Governmental Funds	112
J-4 Changes in Fund Balances – Governmental Funds	113
J-5 General Fund Other Local Revenue by Source	114
Revenue Capacity:	
J-6 Assessed Value and Estimated Actual Value of Taxable Property	115
J-7 Direct and Overlapping Governments – Property Tax Rates	116
J-8 Principal Property Taxpayers	117
J-9 Property Tax Levies and Collections	118
Debt Capacity:	
J-10 Ratios of Outstanding Debt by Type	119
J-11 Ratios of Net General Bonded Debt Outstanding	120
J-12 Ratios of Overlapping Governmental Activities Debt	121
J-13 Legal Debt Margin Information	122
Demographic and Economic Information:	
J-14 Demographic and Economic Statistics	123
J-15 Principal Employers	124
Operating Information:	
J-16 Full-time Equivalent District Employees by Function/Program	125
J-17 Operating Statistics	126
J-18 School Building Information	127
J-19 Schedule of Required Maintenance for School Facilities	128
J-20 Insurance Schedule	129

Table of Contents (continued)

SINGLE AUDIT SECTION

	<u>Page</u>
K-1 Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	130
K-2 Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance	132
K-3 Schedule A – Schedule of Expenditures of Federal Awards- Supplementary Information	135
K-4 Schedule B – Schedule of Expenditures of State Financial Assistance-Supplementary Information	136
K-5 Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance	137
K-6 Schedule of Findings and Questioned Costs	139
K-7 Summary Schedule of Prior Year Audit Findings	144

Introductory Section

LIVINGSTON BOARD OF EDUCATION
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Livingston, New Jersey 07039

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Steven K. Robinson
Business Administrator/Board Secretary

December 3, 2013

Honorable President and Members
of the Board of Education
Livingston Township School District
County of Essex
Livingston, New Jersey

Dear Board Members and Constituents:

The comprehensive annual financial report of the Livingston Board of Education (the "District") as of and for the year ended June 30, 2013, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the administration of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information at June 30, 2013 and the respective changes in financial position and, where applicable, cash flows thereof, of the District for the year then ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The introductory section includes this transmittal letter (designed to complement Management's Discussion and Analysis and should be read in conjunction with it), the District's organizational chart, roster of officials and independent auditor and advisors. The financial section includes management's discussion and analysis (immediately following the independent auditors' report), basic financial statements, required supplementary information and supplementary information, as well as the auditors' report thereon. The statistical section, which includes selected financial, demographic and operating information, is unaudited and generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. Information related to this single audit, including the auditor's reports on internal control and compliance with applicable laws and regulations are included in the single audit section of this report.

1. Reporting Entity and Its Services

The Livingston Board of Education is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB). All funds and the government-wide financial statements of the District are included in this report. The Livingston Board of Education and all its schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels K through 12 as well as a Pre-K program for handicapped students. These services are provided for regular, vocational and special education youngsters. The District completed the 2012-2013 fiscal year with an average daily enrollment of 5,802 students, which is an increase of 70 students from the previous year's average daily enrollment. The following details the changes in the average daily enrollment of the District over the last five years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2012-13	5,802	1.22%
2011-12	5,732	-0.14
2010-11	5,740	0.79
2009-10	5,695	0.41
2008-09	5,672	1.52

2. Economic Condition and Outlook

The Township of Livingston was incorporated in 1813 and is located in west-central Essex County. Livingston operates under the Council-Manager form of government, with the Township Manager as the Chief Executive Officer. The Mayor is elected from among the five members of the Township Council. All legislative power of the Township is exercised by the Township Council.

The Township has felt the effects of the recession. Some businesses that were thriving are struggling while others have closed their doors. Even with the recession, Livingston continues to be a place that attracts home buyers as reflected by increases in the latest census and student enrollment records.

A comprehensive cyclical process of program assessment, development and implementation provides for ongoing program improvement. Every instructional program and support service undergoes an intensive review and, based upon identified need, develops a multi-year program improvement plan and improved accommodations specific to curriculum and services. The assessment results, improvement plans and curriculum changes are approved by the Board and disseminated to administrators, staff, parents and the community, thereby fostering a shared vision and commitment to growth and improvement.

Over the last several years, emphasis has been placed on programmatic and instructional changes that reflect the Common Core State Standards (CCSS) in English and Math and the New Jersey Core Curriculum Content Standards (NJCCCS) in Social Studies, Science, Visual and Performing Arts and Health and Physical Education. The Livingston School District continues to implement the *Understanding by Design* framework which is used as the model for curriculum writing in the District. This approach to curriculum is designed to engage students in the process of inquiry,

promote transfer of learning, and provide a conceptual framework for helping students make sense of discrete facts and skills while uncovering the “big ideas” of content. Implementing the *Understanding by Design* framework inherently requires teachers and administrators to examine an array of methods to appropriately assess the degree of student understanding, knowledge and skill.

To support the implementation of standards based curriculum, the focus of district initiatives include how students learn, teaching methodologies that match student needs, strategies for improving instructional curriculum integration and differentiated instruction and assessment. Significant staff development efforts, both generic and subject-specific have been presented through District in-service workshops, after school courses, school based or department meetings and study groups. Within the curriculum, instructional methodologies, strategies and assessment procedures and criteria are included that reflect these initiatives. District, building administrators and program supervisors assist teachers in the implementation of these curriculum initiatives in the monitoring of instructional effectiveness, and reflective analysis of the four domains of teaching: planning, instructional methods and strategies, classroom management and professional activities that support growth.

Several large-scale initiatives are currently under way to support standards based curriculum:

a) Science:

The purpose of science education in Livingston is to prepare our students to be informed decision-makers and life-long learners using problem-solving strategies that engage higher-order thinking skills. Essentially, this involves an awareness of the models of inquiry combined with “hands-on” laboratory experiences, research and concept development in order to promote the comprehension of both content knowledge and science process. Additionally, science provides our students with a frame of reference for observing, asking questions, making hypotheses, interpreting data, analyzing, experimenting, drawing conclusions, and formulating models. Therefore, technology has become an integral part of the science curriculum. The science department has embraced the process of curriculum writing using the *Understanding by Design (UbD)* framework. The grade 4 and grade 5 curricula was recently designed and completed with assessments reflecting a spiral approach of Earth, Life and Physical Science concepts.

The College Prep Physics course was rewritten using the *Understanding by Design* framework. This course was designed to develop an understanding of science processes as well as develop an understanding of the basic tenets of physics along with the foundations of engineering. The course was also aligned to the New Jersey Core Curriculum Science Standards. In addition, the use of technology in the form of I-pads and Pasco probes has been infused to enhance the inquiry-based instruction throughout the course.

b) English Language Arts:

As the District continues to move our English Language Arts program forward and develop a more coherent district-wide philosophy of balanced literacy, we continue our staff development partnership with Columbia University Teachers College to include the Reading and Writing Workshop model. In addition, we sent staff members including the supervisor and Literacy Coaches to the Teachers College Advanced Institute for Reading

and Writing Workshop at Columbia University to deepen their knowledge base so they may turn-key this information to fellow colleagues during grade-level and department meetings. A scope and sequence aligned to the Common Core State Standards including a grammar component for each grade level (K-5) was recently developed using the *UbD* format. The District continues to support the enhancement of the elementary school book rooms through the purchase of a variety of leveled books spanning different genres to meet the needs of diverse learners.

The Livingston School District is committed to providing students with a standards-based curriculum reflecting continual program improvements and current trends in pedagogy, assessment and technology applications in addition to the necessary tools to successfully meet the challenges of their future.

Student Services

The Livingston School District enjoys a reputation of quality across the state, one that is grounded in clear goals, consistent advocacy, diverse services, and multi-dimensional circles of support. Those services, in overview, are as follows: Child Study Teams, Resource Center Programs, Pre-School Disabled Program, Self-contained Classes, In-class Support, Supplemental Aides and Services, Vocational Education/Career Preparation Program, Speech Services, Occupational Therapy Services, Physical Therapy Services, School Counseling Services, social skills groups, and an integrated preschool program.

The Department continues to work closely with the regular education departments to assure annual yearly progress and promote education in the least restrictive environment. Highlighted components of our program are:

- An exemplary pre-school which includes an integrated model and a pre-school disabled program.
- An outstanding summer project for both remediation and socialization.
- An Extended School Year program for special education students.
- A quality related services component, complete with OTRs, COTAs, Speech/Language Specialists, Physical Therapists and Behaviorists.
- Teacher Assistants to serve as yet another circle of support, especially at transition junctures.
- A show case program in career development experiences, featuring learning stations in such areas as engraving, printing, culinary, horticulture, and community services, just to name a few.
- Child Study Team personnel.
- Comprehensive and Developmental K-12 School Counseling Program.

Staff Development

Staff development is a priority of the Livingston School District. District administration collects data from a variety of sources in order to create a staff development program. Data sources include content area assessments conducted by supervisors along with members of their departments, standardized student test data and anecdotal information collected from parents, students, teachers and community members. This information determines the content of the two district-wide professional development days as well as the topics for the ongoing monthly in-service workshops provided by content area supervisors. This global district-wide training focuses on the attainment of CCSS and NJCCCS and instructional strategies. The plan created as a result of this process is implemented for a three-year time period.

Additionally, the District offers an array of after school workshops in three primary areas: curriculum and instruction, technology and wellness. These workshops allow teachers to design their own professional development plan. Workshop topics include content, pedagogy, technology applications, reading strategies, brain-based research, among others. Enrollment for professional development course offerings is open to all staff. New teachers are required to attend a New Teacher Orientation, which lasts for three days in the summer and meets periodically throughout the school year. Provisional teachers are also required to attend a mentoring program, which meets throughout the year.

The District continues to provide professional development to staff members on the *Art and Science of Teaching* which will serve as the foundation for creating an instructional model in the near future. One additional cohort of approximately 50 staff members participated in a two-day training during the month of January. The District administrators and supervisors participated in a two-day training session in July entitled *Becoming a Reflective Teacher* as well as an additional training on the School Leadership Evaluation model in February. During the 2012-2013 school year, more than 135 staff members participated in the instructional rounds process. This process provides staff members from all grade levels (PreK-12) with the opportunity to observe the implementation of various strategies, pedagogy, and best practice by their colleagues and reflect on their own practice. The District is committed to providing the instructional rounds opportunity to all staff members on an ongoing basis at both the district and building levels.

3. Internal Control

Management of the District is responsible for establishing and maintaining internal control 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 accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Internal control 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 awards and state financial assistance, the District is also responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. Internal control is also subject to periodic evaluation by the District management.

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

4. Budgetary Controls

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reserves of fund balance at June 30, 2013.

5. Accounting System and Reports

The District's financial statements are presented in conformity with accounting principles generally accepted in the United States of America, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

6. Cash Management

The investment policy of the District is guided in large part by State statute as detailed in "Notes to the Basic Financial Statements," Note 3. The District utilizes a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7. Risk Management

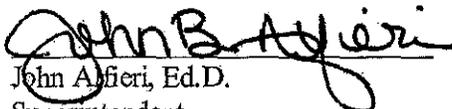
The Board carries various forms of insurance, including but not limited to hazard and theft insurance on property and contents, general liability, umbrella liability, automobile liability, boiler and machinery, errors and omissions, crime insurance, Board Secretary bond, Treasurer of School Monies bond, volunteer accident, medical, dental, workers' compensation and media liability.

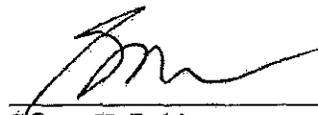
Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wiss & Company, LLP was selected by the Board. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Single Audit Act Amendments of 1996 and the related OMB Circular A-133 and New Jersey OMB Circular 04-04, as amended. The auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

9. Acknowledgments

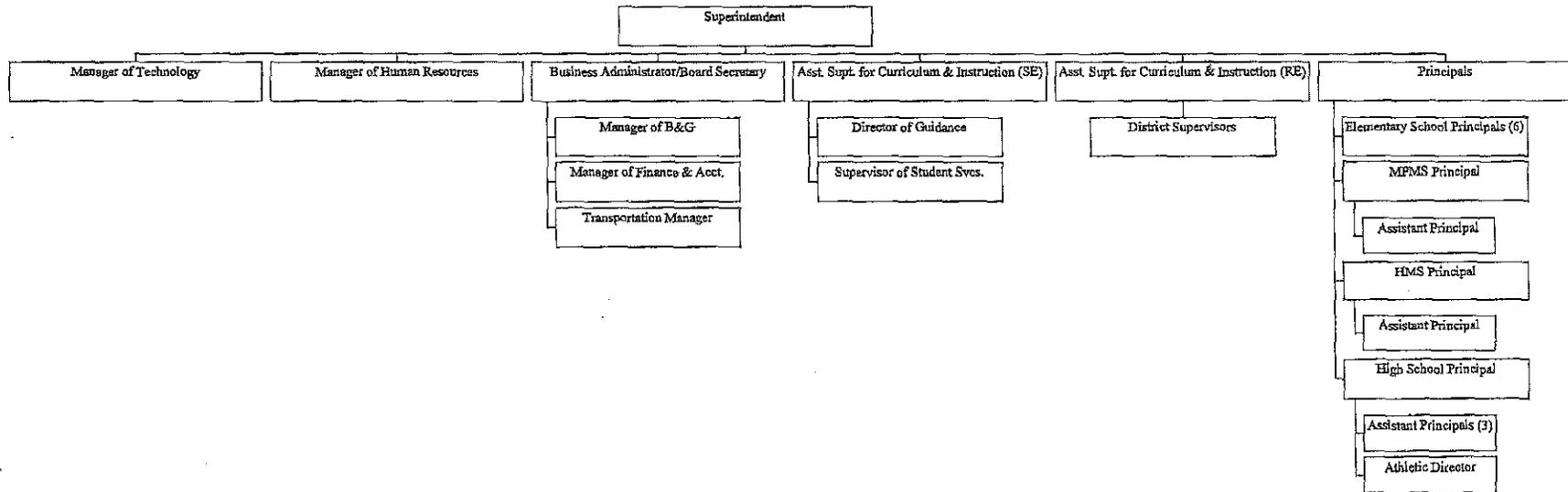
We would like to express our appreciation to the members of the Livingston School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation.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

Respectfully submitted,


John A. Afieri, Ed.D.
Superintendent


Steven K. Robinson
Business Administrator/Board Secretary

Livingston Board of Education
Organizational Chart
June 30, 2013



Livingston Board of Education

Roster of Officials

June 30, 2013

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Mr. Ronnie Spring, President	2013
Mr. Barry Funt, Vice-President	2014
Mrs. Pamela L. Chirls	2016
Dr. David Jasin	2016
Mrs. Leslie Winograd	2013

Other Officials

Mr. Brad Draeger, Ed. D, Superintendent (through June 30, 2013)
Mr. John B. Alfieri, Ed. D, Superintendent (effective July 1, 2013)
Mr. Steven K. Robinson, School Business Administrator/Board Secretary
Ms. Mary Oates, Assistant Superintendent for Curriculum and Instruction
Mr. Lawrence Russell, Assistant Superintendent for Student Services
Mrs. Patricia Ramos, Manager of Accounting and Finance

Livingston Board of Education

Independent Auditor and Advisors

Architect

DiCara Rubino Architects
30 Galesi Drive
Wayne, New Jersey 07470

Independent Auditor

Wiss & Company, LLP
485 C Route One South
Iselin, New Jersey 08830

Attorney

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

Official Depositories

Investors Savings Bank
493 South Livingston Avenue
Livingston, New Jersey 07039

New Jersey Cash Management Fund
Division of Investments
Department of the Treasury
CN 290
Trenton, New Jersey 08625

TD Bank
185 South Livingston Avenue
Livingston, New Jersey 07039

Hudson City Savings Bank
277 Eisenhower Parkway
Livingston, New Jersey 07039

Financial Section



Independent Auditors' Report

Honorable President and Members
of the Board of Education
Livingston Board of Education
Livingston, New Jersey
County of Essex

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 Livingston Board of Education, County of Essex, New Jersey (the "District"), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the District as of June 30, 2013, 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.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information, which consists of the combining and individual fund financial statements, long-term debt schedules and schedules of expenditures of federal awards and state financial assistance, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively*, and the other information

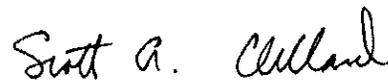
such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2013 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Scott A. Clelland

Licensed Public School Accountant

No. 1049



WISS & COMPANY, LLP

December 3, 2013
Iselin, New Jersey

Required Supplementary Information - Part I

Management's Discussion and Analysis

Livingston Board of Education
Livingston, New Jersey

Management's Discussion and Analysis (Unaudited)
Year ended June 30, 2013

This management discussion and analysis of the Livingston Board of Education's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements, notes and additional information in the transmittal letter to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information and required by the Governmental Accounting Standards Board. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Financial Highlights

Key financial highlights for fiscal 2013 are as follows:

- In total, net position increased \$3,409,119 which represents a 6% increase from 2012.
- At the Government-Wide level, general revenues accounted for \$110,787,353 in revenue or 96.6% percent of all revenues. Program specific revenues in the form of charges for services, grants and contributions accounted for \$3,837,136 or 3.4% of total revenues of \$114,624,489. Government-wide expenses were \$111,215,370 for the year ended June 30, 2013.
- At the Fund level, the General Fund expenditures totaled \$103,954,006, including \$9,437,008 in State on-behalf TPAF pension and social security contributions and \$3,065,697 in capital outlay. Grant related expenditures totaled \$2,121,250 in the Special Revenue Fund. Capital Project Fund expenditures totaled \$1,641,554 and debt service expenditures were \$6,734,080.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Livingston Board of Education as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The three components that comprise the District's basic financial statements are: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The CAFR also contains required, supplementary and other information in addition to the basic financial statements themselves.

Reporting the School District as a Whole

Government-wide Statements

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the entire District, and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred inflows, liabilities and deferred outflows using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid. These two statements report the District's net position and changes in net position.

In the Statement of Net Position and Statement of Activities, the District presents governmental activities and business-type activities. All of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

The government-wide financial statements can be found on pages 24 and 25 of this report.

Reporting the School District's Funds

Fund Financial Statements

Fund financial reports provide detailed information about the District's funds. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary fund and fiduciary funds.

Governmental Funds

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

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

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

The basic governmental fund financial statements can be found on pages 26-28 of this report.

Proprietary funds.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for its operations of its food service program.

The basic enterprise fund financial statements can be found on pages 29-31 of this report.

Fiduciary Funds

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

The District uses agency funds to account for resources held for student activities and groups, and payroll related liabilities. The basic fiduciary fund financial statements can be found on pages 32 and 33 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 34 to 61 of this report.

Other information

The combining statements referred to earlier in connection with governmental funds are presented immediately following the notes to the basic financial statements. Combining and individual fund statements and schedules can be found on pages 62-108 of this report.

The School District as a Whole

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

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

Table 1 provides a summary of the District's net position at June 30, 2013 and 2012.

Table 1

Livingston Board of Education

Net Position As of June 30,

	2013			2012		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
Current and other assets	\$ 20,576,224	\$ 239,695	\$ 20,815,919	\$ 22,216,863	\$ 226,315	\$ 22,443,178
Capital assets, net	146,489,836	889	146,490,725	146,605,858	26,263	146,632,121
Total assets	167,066,060	240,584	167,306,644	168,822,721	252,578	169,075,299
Current liabilities	16,267,906	117,425	16,385,331	17,077,227	134,538	17,211,765
Long-term liabilities	95,502,554		95,502,554	99,853,004	890	99,853,894
Total liabilities	111,770,460	117,425	111,887,885	116,930,231	135,428	117,065,659
Net position:						
Net investment in capital assets	54,448,601		54,448,601	51,502,583		51,502,583
Restricted for debt service	53,510		53,510	10,013		10,013
Restricted for other purposes	2,603,315		2,603,315	1,787,522		1,787,522
Unrestricted (deficit)	(1,809,826)	123,159	(1,686,667)	(1,407,628)	117,150	(1,290,478)
Total net position	\$ 55,295,600	\$ 123,159	\$ 55,418,759	\$ 51,892,490	\$ 117,150	\$ 52,009,640

The largest portion of the District's net position is its net investment in capital assets (e.g., land, construction in progress, buildings and improvements, and furniture and equipment), less any related debt (general obligation bonds payable and related unamortized premium and deferred interest costs on the refunding of bonds and obligations under capital leases) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The total net position of the District increased by \$3,312,638 during the current fiscal year. The majority of the increase is attributable positive operating results in the general fund. Current and other assets decreased mainly due to the cash utilized to pay for ongoing referendum projects that began in May 2010 and the collection of a portion of the NJ School Development Authority account receivable in the capital projects fund.

Current liabilities decreased due to the reduction of retainage payable related to ongoing construction projects in the capital projects fund as the projects have neared completion. Long-term liabilities decreased mainly due to the payment of bond principal and capital leases in the 2013 fiscal year. Restricted net position increased mainly due to additional fund balance being generated in the 2013 fiscal year which is restricted for future use in the budget.

Table 2 presents changes in net position for the years ended June 30, 2013 and 2012:

Table 2
Livingston Board of Education
Changes in Net Position
Year ended June 30,

	2013			2012		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues:						
Program revenues:						
Charges for services	\$ 325,236	\$ 941,083	\$ 1,266,319	\$ 364,865	\$ 946,322	\$ 1,311,187
Operating grants and contributions	2,121,250		2,121,250	2,355,452		2,355,452
Capital grants and contributions	449,567		449,567	12,398,388		12,398,388
Total program revenues	2,896,053	941,083	3,837,136	15,118,705	946,322	16,065,027
General revenues:						
Property taxes	96,389,153		96,389,153	95,135,065		95,135,065
Federal aid not restricted to specific purposes	8,837		8,837	147,404		147,404
State aid not restricted to specific purposes	13,637,839		13,637,839	10,816,707		10,816,707
Interest earnings	38,900	754	39,654	96,553	787	97,340
Rental income	496,484		496,484	487,216		487,216
Miscellaneous	215,386		215,386	241,280		241,280
Total general revenues	110,786,599	754	110,787,353	106,924,225	787	106,925,012
Expenses:						
Instructional services	68,887,506		68,887,506	66,272,731		66,272,731
Support services	37,893,365	935,828	38,829,193	36,731,067	942,943	37,674,010
Interest on long-term debt	3,498,671		3,498,671	3,759,553		3,749,553
Total expenses	110,279,542	935,828	111,215,370	106,763,351	942,943	107,706,294
Change in net position before transfer	3,403,110	6,009	3,409,119	15,279,579	4,166	15,283,745
Transfers	-	-	-	(11,602)	11,602	-
Change in net position	3,403,110	6,009	3,409,119	15,267,977	15,768	15,283,745
Net position -- beginning of year	51,892,490	117,150	52,009,640	36,624,513	101,382	36,725,895
Net position -- end of year	\$ 55,295,600	\$ 123,159	\$ 55,418,759	\$ 51,892,490	\$ 117,150	\$ 52,009,640

Property taxes made up 87.1% of revenues for governmental activities for the Livingston Board of Education for fiscal year 2013. Federal and state grants accounted for another 12.3% of revenue.

The total cost of all programs and services was \$111,215,370. Instruction comprised 61.9% of District expenses. Instructional expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Property taxes increased within allowable caps are permitted by New Jersey regulations.

Capital grants and contributions has decreased due to the recognition of less state revenue related to the New Jersey Schools Development Authority funding expended during the 2013 fiscal year as less funds were expended than in the prior year as the projects are nearing completion. State aid increased due to the State providing additional funding for the on behalf TPAF pension and post retirement than had been contributed in past years.

Business-type program expenses remained consistent with the prior year.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

Financial Analysis of the District's Funds

Governmental Funds

All governmental funds are accounted for using the modified accrual basis of accounting. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements.

General Fund. The general fund is the main operating fund of the District. At the end of the current fiscal year, restricted fund balances were \$2,603,315, assigned fund balances were \$1,382,881 and the unassigned fund balance was \$2,615,086 while the total fund balance was \$6,601,282 (B-1). For the year ended June 30, 2013, the District generate excess surplus in the amount of \$815,793.

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

The following schedules present a summary of the revenues of the General Fund, Special Revenue Fund and Debt Service Fund for the fiscal year ended June 30, 2013, and the amount and percentage of increases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase/ (Decrease) from 2012	Percent of Increase (Decrease)
Local sources	\$ 97,360,359	86.1%	\$ 1,151,648	1.2%
State sources	14,150,551	12.5	2,829,704	25.0
Federal sources	1,575,461	1.4	(419,741)	(21.0)
Total	\$ 113,086,371	100.0%	\$ 3,561,611	3.3%

The increase in local revenue was due to mainly to an increase in the tax levy needed to fund the additional expenditures associated with higher operating costs.

The increase in state sources is mainly due to an increase of the on behalf TPAF Pension contribution made by the State of New Jersey on behalf of the District.

The decrease in federal sources is mainly attributable to Education Jobs funds received in the current fiscal year.

The following schedule represents a summary of general fund, special revenue fund and debt service fund expenditures for the year ended June 30, 2013, and the percentage of increases in relation to prior year expenditures.

Expenditures	Amount	Percent of Total	Increase from 2012	Percent of Increase
Current expense:				
Instruction	\$ 51,598,596	45.7%	\$ 1,280,687	2.6%
Undistributed expenditures	51,410,963	45.6	2,434,435	5.0
Capital outlay	3,065,697	2.7	104,379	3.5
Debt service	6,734,080	6.0	196,240	3.0
Total	\$ 112,809,336	100.0%	\$ 4,015,741	3.7%

The increase in instruction and undistributed expenditures was the result of an increase in operating costs, including contractual salary and health benefit increases.

General Fund Budgetary Highlights

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

Over the course of the year, the District revised the annual operating budget through transfers approved by the Board.

Significant budgetary transfers were made between budgetary line items and approved by the Board for various reasons including:

- Special education – an increase of \$265,942 was mainly due to an increase in the number of out of district placements and the increase in the number of aides required for in District special education students.
- Energy – a decrease of \$210,923 was mainly due to the solar panels that were installed on all nine school buildings being in service for a full year and energy efficiencies realized.
- Salaries for Pupil Transportation – Other Than Between Home and School Regular – a decrease of \$220,840 was mainly due to an increase in overtime needed for bus drivers and the funds were transferred to other budgetary accounts accordingly.
- Transportation Services - Contracted services Special education students – vendors – an increase of \$500,032 was mainly due to an increase in special education out of district placements and the need transportation requirements.
- Unallocated benefits – health benefits – a decrease of \$722,659 was mainly attributable to the anticipated increase in health benefit premiums being less than anticipated when the budget was constructed and an increase in the amount employees must contribute.

Capital Assets

At the end of fiscal year 2013, the District had \$146,490,725 invested in land, land improvements, construction in progress, building and building improvements, machinery, equipment and vehicles, net of accumulated depreciation. The following presents a comparison for 2013 and 2012:

Capital Assets (Net of Depreciation)

	Year Ended June 30,			
	Governmental Activities		Business-type Activities	
	2013	2012	2013	2012
Land	\$ 3,253,263	\$ 3,253,263		
Construction in progress	45,420,480	43,778,926		
Land improvements	798,464	848,674		
Building and building improvements	93,472,254	95,796,027		
Machinery, equipment and vehicles	3,545,375	2,928,968	\$ 889	\$ 26,263
Total	\$ 146,489,836	\$ 146,605,858	\$ 889	\$ 26,263

For more detailed information, please refer to Note 4 to the basic financial statements.

Debt Administration and Long-term Liabilities

At June 30, 2013, the District had \$100,333,826 of long-term liabilities. Of this amount, \$4,492,612 relates to compensated absences; \$2,251,617 relates to various capital leases payable; \$889 of a purchase agreement payable in the enterprise fund; \$93,556,000 of serial bonds for school construction; \$652,576 for the unamortized premium on bonds; and \$(619,868) is for the unamortized deferred interest costs on the loss on the refunding of bonds.

On March 12, 2013, the legal voters of the Township approved a referendum to provide funds for the construction of additions and renovations at Burnet Hill Elementary School, Collins Elementary School, Harrison Elementary School, Hillside Elementary School and Riker Hill Elementary School and ADA compliance improvements at Livingston High School. The total cost of the project is \$18,200,000 and bonds and notes have been authorized for this amount. No bonds or notes were issued related to this referendum as of June 30, 2013. At June 30, 2013, there are bonds and notes authorized but not issued in the amount of \$23,410,849.

At June 30, 2013, the District's overall remaining limitation of indebtedness was \$179,268,510. For more detailed information, please refer to Note 5 to the basic financial statements.

For the Future

The Livingston Board of Education is presently in good financial condition. The District is proud of its community support of the public schools.

In conclusion, the Livingston Board of Education has committed itself to sound financial practices. The District plans to continue to improve its fiscal management to meet the challenges of the future.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mr. Steven Robinson, Business Administrator/Board Secretary at Livingston Board of Education, 11 Foxcroft Drive, Livingston, New Jersey 07039.

Basic Financial Statements

Government-wide Financial Statements

The government-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2013.

Livingston Board of Education

Statement of Net Position

June 30, 2013

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 7,805,730	\$ 231,301	\$ 8,037,031
Investments (SRECs)	238,098		238,098
Accounts receivable	10,809,183	2,996	10,812,179
Inventories		5,398	5,398
Deferred charges	193,318		193,318
Restricted assets:			
Cash and cash equivalents	1,529,895		1,529,895
Capital assets, non depreciable	48,673,743		48,673,743
Capital assets, depreciable, net	97,816,093	889	97,816,982
Total assets	<u>167,066,060</u>	<u>240,584</u>	<u>167,306,644</u>
Liabilities			
Accounts and retainage payable	308,616	94,059	402,675
Notes payable	9,250,000		9,250,000
Accrued interest payable	1,746,597		1,746,597
Intergovernmental payables:			
State	109,523		109,523
Unearned revenue	22,787	22,477	45,264
Current portion of long-term obligations	4,830,383	889	4,831,272
Noncurrent portion of long-term obligations	95,502,554		95,502,554
Total liabilities	<u>111,770,460</u>	<u>117,425</u>	<u>111,887,885</u>
Net position			
Net investment in capital assets	54,448,601		54,448,601
Restricted for:			
Debt service	53,510		53,510
Other purposes	2,603,315		2,603,315
Unrestricted (deficit)	(1,809,826)	123,159	(1,686,667)
Total net position	<u>\$ 55,295,600</u>	<u>\$ 123,159</u>	<u>\$ 55,418,759</u>

Livingston Board of Education

Statement of Activities

Year ended June 30, 2013

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Governmental activities						
Instruction	\$ 68,887,506	\$ 10,083	\$ 1,122,306		\$ (67,755,117)	\$ (67,755,117)
Support services:						
Attendance/social work	83,146				(83,146)	(83,146)
Health services	1,293,287				(1,293,287)	(1,293,287)
Other support services	8,902,828		998,944		(7,903,884)	(7,903,884)
Improvement of instruction	2,460,982				(2,460,982)	(2,460,982)
Other support: instructional staff	578,017				(578,017)	(578,017)
School library	1,590,230				(1,590,230)	(1,590,230)
General administration	1,620,516				(1,620,516)	(1,620,516)
School administration	5,641,806				(5,641,806)	(5,641,806)
Required maintenance of plant services	1,656,110				(1,656,110)	(1,656,110)
Operation of plant	6,787,794			\$ 449,567	(6,338,227)	(6,338,227)
Student transportation	3,680,205	315,153			(3,365,052)	(3,365,052)
Central services	2,031,579				(2,031,579)	(2,031,579)
Administrative information technology	1,566,865				(1,566,865)	(1,566,865)
Interest on long-term debt	3,498,671				(3,498,671)	(3,498,671)
Total governmental activities	110,279,542	325,236	2,121,250	449,567	(107,383,489)	(107,383,489)
Business-type activity						
Food service	935,828	941,083			\$ 5,255	5,255
Total business-type activity	935,828	941,083			5,255	5,255
Total primary government	\$ 111,215,370	\$ 1,266,319	\$ 2,121,250	\$ 449,567	(107,383,489)	5,255
General revenues:						
Property taxes, levied for general purposes				90,955,519		90,955,519
Property taxes, levied for debt service				5,433,634		5,433,634
Unrestricted federal sources				8,837		8,837
Unrestricted state sources				13,637,839		13,637,839
Investment earnings				38,900	754	39,654
Rental income				496,484		496,484
Miscellaneous income				215,386		215,386
Total general revenues				110,786,599	754	110,787,353
Change in net position				3,403,110	6,009	3,409,119
Net position—beginning of year				51,892,490	117,150	52,009,640
Net position—end of year				\$ 55,295,600	\$ 123,159	\$ 55,418,759

Fund Financial Statements

Livingston Board of Education
Governmental Funds

Balance Sheet

June 30, 2013

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
Assets					
Cash and cash equivalents	\$ 3,878,886	\$ 14,866	\$ 3,911,978		\$ 7,805,730
Accounts receivable:					
State	1,107,017	4,769	9,402,637		10,514,423
Federal		258,877			258,877
Interfund	157,201			\$ 53,510	210,711
Other	35,883				35,883
Restricted assets:					
Cash and cash equivalents	1,529,895				1,529,895
Total assets	\$ 6,708,882	\$ 278,512	\$ 13,314,615	\$ 53,510	\$ 20,355,519
Liabilities and fund balances					
Liabilities:					
Accounts payable	\$ 107,600	\$ 25,754	\$ 3,108		\$ 136,462
Retainage payable			172,154		172,154
Notes payable			9,250,000		9,250,000
Intergovernmental payables:					
State		109,523			109,523
Unearned revenue		22,787			22,787
Interfunds payable		120,448	90,263		210,711
Total liabilities	107,600	278,512	9,515,525		9,901,637
Fund balances:					
Restricted for:					
Capital reserve account	1,206,560				1,206,560
Emergency reserve account	323,335				323,335
Excess fund balance - prior year designated for subsequent years expenditures	257,627				257,627
Excess fund balance-current year	815,793				815,793
Capital projects			3,799,090		3,799,090
Debt service				\$ 53,510	53,510
Assigned to:					
Designated for subsequent years' expenditures	1,042,373				1,042,373
Other purposes	340,508				340,508
Unassigned	2,615,086				2,615,086
Total fund balances	6,601,282	-	3,799,090	53,510	10,453,882
Total liabilities and fund balances	\$ 6,708,882	\$ 278,512	\$ 13,314,615	\$ 53,510	20,355,519

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$184,812,364 and the accumulated depreciation is \$38,322,528.	146,489,836
Accrued interest on long-term bonds, notes and capital leases is not due and payable in the current period and therefore is not reported as a liability in the funds.	(1,746,597)
Solar renewable energy certificates were not available in the current period and therefore were not reported as assets in the funds.	238,098
Unamortized portion of debt issuance costs not reported as an asset in the funds.	193,318
Long-term liabilities, including bonds payable, capital leases, compensated absences and unamortized premium on bonds are not due and payable in the current period and therefore are not reported as liabilities in the funds and unamortized deferred interest costs are not reported as an asset in the funds.	(100,332,937)
Net position of governmental activities	\$ 55,295,600

See independent auditors' report and accompanying notes to the basic financial statements.

Livingston Board of Education
Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2013

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
Revenues					
Local sources:					
Local tax levy	\$ 90,955,519			\$ 5,433,634	\$ 96,389,153
Tuition	10,083				10,083
Transportation fees from individuals	315,153				315,153
Interest on investments	32,812		\$ 6,088		38,900
Rental income	496,484				496,484
Miscellaneous	74,760	\$ 41,914			116,674
Total local sources	91,884,811	41,914	6,088	5,433,634	97,366,447
State sources	12,712,392	512,712	449,567	925,447	14,600,118
Federal sources	8,837	1,566,624			1,575,461
Total revenues	104,606,040	2,121,250	455,655	6,359,081	113,542,026
Expenditures					
Current:					
Instruction	43,270,820	1,122,306			44,393,126
Undistributed-current:					
Instruction	7,205,470				7,205,470
Attendance/social work	58,889				58,889
Health services	919,492				919,492
Support services	5,846,459	998,944			6,845,403
Improvement of instruction	1,757,197				1,757,197
School library	1,167,858				1,167,858
Instructional staff training	430,027				430,027
General administration	1,381,455				1,381,455
School administration	4,100,046				4,100,046
Required maintenance of plant services	1,227,905				1,227,905
Operation of plant	5,315,576				5,315,576
Student transportation	3,189,477				3,189,477
Central services	1,575,648				1,575,648
Administrative information technology	1,225,091				1,225,091
Unallocated benefits	12,779,891				12,779,891
On-behalf TPAF social security and pension contributions	9,437,008				9,437,008
Capital outlay	3,065,697		1,641,554		4,707,251
Debt service:					
Principal				3,160,000	3,160,000
Interest				3,574,080	3,574,080
Total expenditures	103,954,006	2,121,250	1,641,554	6,734,080	114,450,890
Excess (deficiency) of revenues over (under) expenditures	652,034	-	(1,185,899)	(374,999)	(908,864)
Other financing sources (uses):					
Insurance recovery related to other costs of Super Storm Sandy	44,145				44,145
Transfers in	6,088			418,496	424,584
Transfers out	(350,000)		(74,584)		(424,584)
Total other financing sources (uses)	(299,767)		(74,584)	418,496	44,145
Net change in fund balances	352,267	-	(1,260,483)	43,497	(864,719)
Fund balances, July 1	6,249,015	-	5,059,573	10,013	11,318,601
Fund balances, June 30	\$ 6,601,282	\$ -	\$ 3,799,090	\$ 53,510	\$ 10,453,882

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

See independent auditors' report and accompanying notes to the basic financial statements.

Livingston Board of Education
Governmental Funds

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

Year ended June 30, 2013

Total net change in fund balances - governmental funds (from B-2)	\$	(864,719)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital additions in the period.		
Capital additions	\$ 3,316,469	
Depreciation expense	<u>(3,432,491)</u>	(116,022)
In the statement of activities, interest on debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.		87,050
Repayments of bond and capital lease principal are expenditures 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.		4,319,154
In the statement of net position and statement of activities the investment value of solar renewable energy certificates are presented at market value, and not portrayed in the governmental funds. This amount reflects the net change in value at June 30, 2013.		96,481
Governmental funds report the effect of premiums on bonds and deferred interest costs when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		3,369
Deferred issuance costs - current year amortization		(15,010)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid).		(107,193)
Change in net position of governmental activities (A-2)	\$	<u>3,403,110</u>

Enterprise Fund

Livingston Board of Education
Enterprise Fund

Statement of Net Position

June 30, 2013

	Major Fund
	Food Service
Assets	
Current assets:	
Cash and cash equivalents	\$ 231,301
Accounts receivable:	
Other	2,996
Inventories	5,398
Total current assets	239,695
Non-current assets:	
Capital assets:	
Equipment	122,491
Accumulated depreciation	(121,602)
Total capital assets, net	889
Total assets	240,584
Liabilities	
Current liabilities:	
Accounts payable	94,059
Unearned revenue	22,477
Purchase agreement payable	889
Total current liabilities	117,425
Net position	
Unrestricted	123,159
Total net position	\$ 123,159

Livingston Board of Education
Enterprise Fund

Statement of Revenues, Expenses and
Changes in Fund Net Position

Year ended June 30, 2013

	Major Fund
	Food Service
Operating revenues:	
Local sources:	
Daily food sales-reimbursable programs	\$ 909,162
Special event income	31,921
Total operating revenues	941,083
Operating expenses:	
Salaries	327,359
Employee benefits	56,468
Supplies and materials	40,565
Purchased property services	63,484
Other purchased services	5,748
Depreciation	25,374
Cost of sales	384,297
Management fee	25,221
Miscellaneous	7,312
Total operating expenses	935,828
Operating income	5,255
Nonoperating revenues:	
Interest	754
Total nonoperating revenues	754
Change in net position	6,009
Total net position-beginning	117,150
Total net position-ending	\$ 123,159

Livingston Board of Education
Enterprise Fund

Statement of Cash Flows

Year ended June 30, 2013

	Major Fund
	Food
	Service
Cash flows from operating activities	
Receipts from customers	\$ 944,009
Payments to employees and for employee benefits	(383,827)
Payments to suppliers	(516,115)
Net cash provided by operating activities	44,067
Cash flows from capital and related financing activities	
Payment of purchase agreement payable	(25,374)
Net cash used in capital and related financing activities	(25,374)
Cash flows from investing activities	
Interest received	754
Net cash provided by investing activities	754
Net increase in cash and cash equivalents	19,447
Cash and cash equivalents, beginning of year	211,854
Cash and cash equivalents, end of year	\$ 231,301
Reconciliation of operating income to net cash provided by operating activities	
Operating income	\$ 5,255
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	25,374
Change in assets and liabilities:	
Decrease in accounts receivable	4,375
Decrease in inventory	1,692
Increase in accounts payable	8,820
(Decrease) in unearned revenue	(1,449)
Net cash provided by operating activities	\$ 44,067

Fiduciary Funds

Livingston Board of Education
Fiduciary Funds

Statement of Fiduciary Net Position

June 30, 2013

	Unemployment Compensation Trust	Agency Fund
	<u>Trust</u>	<u>Agency Fund</u>
Assets		
Cash and cash equivalents	\$ 142,683	\$ 2,239,540
Total assets	<u>142,683</u>	<u>\$ 2,239,540</u>
Liabilities		
Payroll deductions and withholdings payable		\$ 481,607
Summer escrow payable		1,316,269
Accounts payable	14,816	
Due to student groups		441,664
Total liabilities	<u>14,816</u>	<u>\$ 2,239,540</u>
Net position		
Held in trust for unemployment claims	<u>\$ 127,867</u>	

Livingston Board of Education
Fiduciary Funds

Statement of Changes in Fiduciary Net Position

Year ended June 30, 2013

	<u>Unemployment Compensation Trust</u>
Additions	
Interest income	\$ 259
Board contributions	100,000
Employee contributions	98,614
Total additions	<u>198,873</u>
Deductions	
Unemployment claims paid	<u>140,541</u>
Total deductions	<u>140,541</u>
Change in net position	58,332
Net position-beginning of the year	69,535
Net position-end of the year	<u><u>\$ 127,867</u></u>

Livingston Board of Education

Notes to the Basic Financial Statements

Year ended June 30, 2013

1. Summary of Significant Accounting Policies

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

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

A. Reporting Entity

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

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

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

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

B. Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements. The New Jersey Department of Education has deemed every fund to be major for consistency of reporting.

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues, except property taxes, to be available if they are collected within six months of the end of the current fiscal year. Property taxes are considered to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and capital leases, are recorded only when payment is due.

Property taxes, interest, and state equalization monies associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year.

The District has reported the following major governmental funds:

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

Special Revenue Fund: The District maintains one special revenue fund, which includes the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes, other than debt service or capital projects.

Capital Projects Fund: The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to an expenditure for capital outlays, including the acquisition or construction of major capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds and state aid that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

The District reports the following major proprietary fund:

Food Service Enterprise Fund: This fund is 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 and services to the students or other entities on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund types:

Fiduciary funds of the District include the unemployment compensation trust fund and agency funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurements of results of operations. The following is a description of the fiduciary funds of the District.

Trust Funds: The unemployment compensation fund is accounted for in essentially the same manner as governmental funds. The unemployment compensation fund is used to account for contributions from employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims.

Agency Funds (Payroll and Student Activities Fund): Agency funds are 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.

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

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

The District reports unearned revenue on its balance sheet and statement of net position. Unearned revenue arises when a potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenue also arises when resources are received by the District before it has legal claim to them, as when federal assistance is received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized.

Ad Valorem (Property) taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an “accounts receivable.” The County Board of Taxation is responsible for the assessment of properties and the Township Tax Collector is responsible for the collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county superintendent and approved by the Department of Education. Budgets are prepared using the modified accrual basis of accounting and the special revenue fund uses a non-GAAP budget (budgetary basis). The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referred in N.J.A.C. 6A:23. All budget amendments must be approved by School Board resolution. The over-expenditures related to on-behalf payments in the general fund are due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States with the exception of the legally mandated revenue recognition of the last state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

E. Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds, amounts on deposit and short-term investments with original maturities of three months or less from the date of purchase.

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

F. Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed to/from a particular fund in the District and that are due within one year.

G. Inventories

Inventories that benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase. The food service enterprise fund inventories are valued at cost, which approximates market, using first-in, first-out (FIFO) method.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

H. Capital Assets

Capital assets, which include land, buildings, property, plant and equipment and construction in progress, are reported in the applicable governmental activities in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost. Donated capital assets are valued at their estimated fair value on the date of donation.

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

Property, plant and equipment of the District is depreciated using the straight line method (half year convention in first and last year). The following estimated useful lives are used to compute depreciation:

	<u>Years</u>
Machinery and equipment	3-20
Buildings	50-100
Building improvements	20
Solar panels	25
Vehicles	5-10

I. Accrued Salaries and Wages

Certain District employees who provided services to the District over the ten-month academic year have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but not disbursed amounts be retained in a separate bank account. As of June 30, 2013, the amount earned by these employees and not disbursed as of June 30, 2013 was \$1,316,269 and is included in liabilities-summer escrow payable in the fiduciary fund.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

J. Compensated Absences

A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits. The District uses the "vesting method" for estimating its accrued sick and vacation leave liability.

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

The liability for vested compensated absences of the District is recorded in the government-wide financial statements and includes salary related payments. As of June 30, 2013, a liability existed for compensated absences in the government-wide financial statements in the amount of \$4,492,612.

K. Unearned Revenue

Unearned revenue in the special revenue fund represents cash, which has been received but not yet earned and outstanding encumbrances.

L. Long-Term Obligations

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

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

M. Fund Balances

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

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

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

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

Of the \$6,601,282 of fund balance in the General Fund, \$1,206,560 has been restricted in the capital reserve account, \$323,335 has been restricted in an emergency reserve account, \$815,793 has been restricted for excess surplus-current year, \$257,627 has been restricted for prior year excess surplus that has been designated for subsequent year's expenditures, \$340,508 of outstanding encumbrances is assigned to other purposes, \$1,042,373 of fund balance has been assigned to designated for subsequent year's expenditures and \$2,615,086 is unassigned.

N. Net Position

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

Net position represents the difference between assets, deferred inflows, deferred outflows and liabilities in the Government-wide and proprietary fund financial statements. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net positions are reported as restricted in the Government-wide and fund financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

O. Management Estimates

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

P. On-Behalf Payments

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

Q. Calculation of Excess Surplus

The designation for restricted fund balance -- excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve 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. The excess fund balance at June 30, 2013 was \$1,073,420. Of this amount, \$257,627 has been appropriated in the 2013/14 budget and the remaining \$815,793 will be appropriated in the 2014/15 budget.

R. Implementation of GASB No. 65

In March, 2012, GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities* ("GASB No. 65"). This statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The provisions of this statement will improve financial reporting by clarifying the appropriate use of the financial statement elements deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2012. The District has not completed the process of evaluating the impact that will result from adopting GASB No. 65.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

1. Summary of Significant Accounting Policies (continued)

S. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred from June 30, 2013 through December 3, 2013, the date that the financial statements were issued, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure other than the following.

In October 2013, the District issued \$8,500,000 of School bonds to finance school facilities projects. The bond payments will commence on August 1, 2014 and will mature on August 1, 2021.

2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds payable and related unamortized premium, the unamortized deferred loss on refunding, capital leases payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds. The details of this difference are as follows:

Bonds payable	\$ 93,556,000
Deferred interest costs	(619,868)
Premium on bonds	652,576
Capital leases payable	2,251,617
Compensated absences	4,492,612
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$ 100,332,937</u>

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

3. Deposits and Investments

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

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

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

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

Deposits

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

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

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

3. Deposits and Investments (continued)

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

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2013, the carrying amount of the District's deposits was \$11,806,045 and the bank balance was \$14,825,169. Of the bank balance, \$253,901 was secured by federal depository insurance and the remaining balance of \$14,571,268 was covered by the New Jersey Governmental Unit Deposit Protection Act (GUDPA).

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

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

Investments

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

- a. Bonds and other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives which have a maturity date not greater than twelve months from the date of purchase.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

3. Deposits and Investments (continued)

- c. Bonds or other obligations of the school district.
- d. New Jersey Cash Management Fund, New Jersey Asset and Rebate Management Fund and MBIA Class.

As of June 30, 2013, the District's investment balance of \$238,098 was in Solar Renewable Energy Certificates.

In order to maximize liquidity, the District utilizes the New Jersey Cash Management Fund ("NJCMF"). The NJCMF is administered by the State of New Jersey, Department of the Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. The fair value of the District's portion in the pool is the same as the fair value of the pool shares. These investments include: U.S. Treasuries, short-term Commercial Paper, U.S. Agency Bonds, Corporate Bonds, and Certificates of Deposit. Agencies that participate in the NJCMF typically earn returns that mirror short-term investments rates. Monies can be freely added or withdrawn from the NJCMF on a daily basis without penalty.

All investments in the Fund are governed by the regulations of the Investment Council, which prescribes specific standards designed to ensure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. The District has investments in the New Jersey Cash Management Fund in the amount of \$143,104, which are classified as cash equivalents and are considered uncategorized.

Custodial Credit Risk: Pursuant to GASB 40, the NJCMF which is a pooled investment is exempt from custodial credit risk exposure. The District does not have a policy for custodial credit risk.

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

3. Deposits and Investments (continued)

Interest Rate Risk: The District does not have a policy to limit interest rate risk. The average maturity of the District's sole investment, the NJCMF, is less than one year.

Concentration of Credit Risk: The District places no limit on the amount the District may invest in any one issuer. At June 30, 2013, all of the District's investments were invested in NJCMF.

4. Capital Assets

The following schedule is a summarization of the governmental activities changes in capital assets for the year ended June 30, 2013:

	Beginning Balance	Increases	Ending Balance
Governmental activities:			
Capital assets, not being depreciated:			
Construction in progress	\$ 43,778,926	\$ 1,641,554	\$45,420,480
Land	3,253,263		3,253,263
Total capital assets, not being depreciated	<u>47,032,189</u>	<u>1,641,554</u>	<u>48,673,743</u>
Capital assets, being depreciated:			
Land improvements	2,773,525		2,773,525
Buildings and building improvements	121,311,501	44,631	121,356,132
Machinery, equipment and vehicles	10,378,680	1,630,284	12,008,964
Total capital assets being depreciated	<u>134,463,706</u>	<u>1,674,915</u>	<u>136,138,621</u>
Less accumulated depreciation for:			
Land improvements	(1,924,851)	(50,210)	(1,975,061)
Buildings and building improvements	(25,515,474)	(2,368,404)	(27,883,878)
Machinery, equipment and vehicles	(7,449,712)	(1,013,877)	(8,463,589)
Total accumulated depreciation	<u>(34,890,037)</u>	<u>(3,432,491)</u>	<u>(38,322,528)</u>
Total capital assets, being depreciated, net	<u>99,573,669</u>	<u>(1,757,576)</u>	<u>97,816,093</u>
Governmental activities capital assets, net	<u>\$146,605,858</u>	<u>(\$116,022)</u>	<u>\$146,489,836</u>

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

4. Capital Assets (continued)

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

Current:	
Instruction	\$ 1,886,050
Undistributed – current:	
Instruction	306,126
Attendance/social work	2,502
Health services	39,065
Support services	290,828
Improvement of instruction	74,655
Other support – instruction staff	18,270
School library	49,617
General administration	58,691
School administration	174,191
Required maintenance of plant services	52,168
Operation of plant	225,833
Student transportation	135,506
Central services	66,942
Administrative information technology	52,047
Total depreciation expense – governmental activities	<u>\$ 3,432,491</u>

The following is a summary of business-type activity changes in capital assets for the year ended June 30, 2013.

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Ending Balance</u>
Business-type activity:			
Capital assets, being depreciated:			
Equipment	\$ 122,491		\$ 122,491
Less accumulated depreciation for:			
Equipment	(96,228)	\$ (25,374)	(121,602)
Total accumulated depreciation	(96,228)	(25,374)	(121,602)
Business-type activity capital assets, net	<u>\$ 26,263</u>	<u>\$ (25,374)</u>	<u>\$ 889</u>

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

5. Long-Term Liabilities

During the year ended June 30, 2013, the following changes occurred in long-term liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental activities:					
Compensated absences payable	\$ 4,385,419	\$ 318,879	\$ 211,686	\$ 4,492,612	\$ 226,252
Deferred interest costs	(683,717)		(63,849)	(619,868)	(63,849)
Premium on bonds	719,794		67,218	652,576	67,218
Serial bonds payable	96,716,000		3,160,000	93,556,000	3,585,000
Obligations under capital leases	3,410,771		1,159,154	2,251,617	1,015,762
Governmental activities Long-term liabilities	<u>\$ 104,548,267</u>	<u>\$ 318,879</u>	<u>\$ 4,534,209</u>	<u>\$ 100,332,937</u>	<u>\$ 4,830,383</u>
Business-type activities:					
Purchase agreement payable	\$ 26,263	\$ -	\$ 25,374	\$ 889	\$ 889
Business-type activities Long-term liabilities	<u>\$ 26,263</u>	<u>\$ -</u>	<u>\$ 25,374</u>	<u>\$ 889</u>	<u>\$ 889</u>

The debt service fund is utilized to liquidate the serial bonds payable. The general fund liquidates the liabilities associated with compensated absences and obligations under capital leases. The food service enterprise fund liquidates liabilities associated with the purchase agreement payable.

Bonds Payable

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

In December 2009, a referendum was approved by the residents of the Township for facility upgrades, HVAC installation and solar panels for each school at a total cost of \$64,684,477. Bonds were authorized by the referendum for a portion of the projects total cost. In August 2010, the District issued \$9,000,000 of tax-exempt school bonds and \$28,075,000 of Build America bonds. The Build America bonds are on the direct pay method and the District is responsible for the net interest payments which have been reduced by 35% under the Build America Bonds. The issuance of the Build America Bonds resulted in a savings of \$9,384,040 in interest over the life of the bonds, which represents the federal portion of the interest. Effective July 1, 2013, due to the federal sequestration the entire 35% net interest

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

5. Long-Term Liabilities (continued)

payment reduction was not covered by the federal government. The total amount of the net interest payment reduction was not significant and the amount of any future reductions in the federal share of the interest is not known.

In March 2010, the District issued \$12,405,000 of refunding bonds to provide resources to refund a portion of the District's outstanding debt. The \$3,964,000 of remaining defeased debt outstanding was paid in July 2012.

On March 12, 2013, the legal voters of the Township approved a referendum to provide funds for the construction of additions and renovations at Burnet Hill Elementary School, Collins Elementary School, Harrison Elementary School, Hillside Elementary School and Riker Hill Elementary School and ADA compliance improvements at Livingston High School. The total cost of the project is \$18,200,000 and bonds and notes have been authorized for this amount. No bonds or notes were issued related to this referendum as of June 30, 2013.

At June 30, 2013, there are bonds and notes authorized but not issued in the amount of \$23,410,849.

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

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending June 30:			
2014	\$ 3,585,000	\$ 3,479,318	\$ 7,064,318
2015	3,655,000	3,379,598	7,034,598
2016	3,745,000	3,268,797	7,013,797
2017	3,900,000	3,144,891	7,044,891
2018	3,965,000	3,015,408	6,980,408
2019-2023	21,845,000	12,779,120	34,624,120
2024-2028	19,145,000	8,731,129	27,876,129
2029-2033	17,845,000	5,146,217	22,991,217
2034-2038	15,871,000	1,444,482	17,315,482
	<u>\$ 93,556,000</u>	<u>\$ 44,388,960</u>	<u>\$ 137,944,960</u>

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

5. Long-Term Liabilities (continued)

Capital Leases Payable

The District has remaining capital leases totaling \$2,251,617 with interest rates ranging from 1.94% to 5.60%. The terms of the leases are from three to fifteen years. The fifteen-year lease is for heating and electrical improvements in the schools. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2013.

	<u>Amount</u>
Fiscal year:	
2014	\$ 1,075,120
2015	799,662
2016	317,948
2017	<u>158,590</u>
Total minimum lease payments	2,351,320
Less amount representing interest	<u>(99,703)</u>
Present value of net minimum lease payments	<u>\$ 2,251,617</u>

Many of the assets acquired through the capital leases are below the capitalization threshold of the District. Assets capitalized through capital leases at June 30, 2013 are as follows:

Machinery, equipment and vehicles	\$ 5,775,892
Less accumulated depreciation	<u>(4,245,631)</u>
Total	<u>\$ 1,530,261</u>

6. Deferred Charges

In the governmental funds, debt issuance costs are recognized as expenditures in the year the bonds are issued. For the government-wide financial statements, debt issuance costs are amortized using the straight line method, which approximates the effective interest method, over the life of the specific bonds. The costs associated with the issues of the District's bonds amounted to \$241,597. The amortization expense for the year ended June 30, 2013 amounted to \$15,010 and the unamortized balance of the deferred charges at June 30, 2013 is \$193,318.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

7. Pension Plans

Description of Systems

Substantially all of the Board's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System is considered a cost-sharing multiple-employer plan, with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively, with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

Public Employee's Retirement System

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

7. Pension Plans (continued)

to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

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

Funding Policy

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

During the year ended June 30, 2013, the State of New Jersey contributed \$6,185,594 to the TPAF for post-retirement medical contributions on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$3,251,414 during the year ended June 30, 2013 for the employer's share of social security contributions for

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

7. Pension Plans (continued)

TPAF members as calculated on their base salaries. These amounts have been included in the government-wide and fund financial statements.

The District's actuarially calculated contributions to PERS for each of the years ended June 30, 2013, 2012 and 2011 were \$1,004,737, \$1,172,517 and \$1,129,395, respectively, equal to the required contributions for each year.

8. Post-Retirement Benefits

Plan Description

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

Funding Policy

P.L. 1987, c. 384 and P.L. 1990, c. 6 required Teachers' Pension 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, 2012, there were 97,661 retirees receiving post-retirement medical benefits. 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.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

8. Post-Retirement Benefits (continued)

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$146.6 million toward Chapter 126 benefits for 16,618 eligible retired members in fiscal year 2012.

The State will set the contribution rate based on the *annual required contribution of the employers* (ARC), an amount actuarially determined in accordance with parameters of GASB 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the SHBP Fund for TPAF retirees' post-retirement benefits on behalf of the District for the years ended June 30, 2013, 2012 and 2011 were \$3,282,578, \$2,760,288 and \$2,776,194, respectively, which equaled the required contributions for each year. The State's contributions to the SHBP Fund for PERS retirees' post-retirement benefits on behalf of the District was not determined or made available by the State of New Jersey.

9. Interfund Receivables and Payables

The total interfund accounts receivable and payable for the District at June 30, 2013 is as follows:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 157,201	\$
Special Revenue Fund		120,448
Capital Projects Fund		90,263
Debt Service Fund	53,510	
	\$ 210,711	\$ 210,711

The interfund between the general fund and special revenue fund represents a loan of cash to fund special revenue expenditures due to the reimbursement basis of federal awards. The interfund payable between the capital projects fund and general fund represents interest earned that is transferred to the general fund. The interfund payable between the capital projects fund and debt service fund represents loans between the funds. All interfunds are expected to be liquidated within one year.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

10. Purchase Agreement Payable – Enterprise Fund

During the 2009 fiscal year, the District contracted with Aramark, a third-party food management company, to operate the District's food service program. As part of the contract, Aramark agreed to expend up to \$150,000 for food service equipment to be used on the District's premises. After completion of the purchase of the equipment, the District is required to reimburse Aramark for a term of five years.

As of the fiscal year ended June 30, 2013, food service equipment purchased by Aramark totaled \$122,491. The remaining amount of \$889 will be paid during the 2014 fiscal year.

11. Economic Dependency

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

12. Contingent Liabilities

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable at June 30, 2013 may be impaired. In addition, the District is receiving funding in the form of grants from the New Jersey Schools Development Authority (NJSDA) in connection with capital projects. The costs associated with the funding received from the NJSDA are subject to a final review of eligible costs and compliance by the New Jersey Department of Education and the NJSDA. To the extent that the District has not complied with the rules and regulations governing the NJSDA funds or has not met the final eligible costs requirements, refunds of any money received may be required and the collectibility of any related receivable at June 30, 2013 may be impaired. In the opinion of the District management, there are no significant contingent liabilities relating to compliance with the rules and regulations or final eligible cost requirements governing the respective grants or funding; therefore, no provisions have been recorded in the accompanying basic financial statements for such contingencies.

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

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

13. 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. The District has obtained insurance coverage to guard against these events which will provide minimum exposure to the District should they occur.

Property and Liability Insurance

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

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

14. Transfers - Reconciliation

	Transfers In	Transfers Out
General Fund	\$ 6,088	\$ 350,000
Capital Projects Fund		74,584
Debt Service Fund	418,496	
	<u>\$ 424,584</u>	<u>\$ 424,584</u>

The transfer to the general fund from the capital projects fund represents the current year interest earned in the capital projects fund due to the general fund. The transfer from the general fund to the debt service fund represents the transfer of capital reserve funds to fund debt service expenditures. The transfer from the capital projects fund to the debt service fund represents unexpended bond proceeds from a completed project in the capital projects fund.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

15. Capital Reserve Account

Capital reserve accounts may be established by New Jersey school districts 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 Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by separate proposal at budget time or by a special question at one of the four special elections pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve account for the July 1, 2012 to June 30, 2013 fiscal year is as follows:

Beginning balance, July 1, 2012	\$ 1,206,560
Deposits:	
Approved by June Board resolution	350,000
Withdrawals:	
Approved by June Board resolution to transfer to debt service fund	350,000
Ending balance, June 30, 2013	<u>\$ 1,206,560</u>

The June 30, 2013 capital reserve balance does not exceed local support costs identified in the District's Long Range Facility Plan at June 30, 2013.

16. Restricted Assets

The District has \$1,529,895 of capital reserve and emergency reserve funds that are classified as restricted assets on the statement of net position because they are restricted by the New Jersey Department of Education codified in Administrative Code to be utilized for future capital projects that have been approved in the District's Long-Range Facility Plan and emergencies.

Livingston Board of Education

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2013

17. Commitments

The District has ongoing construction projects as of June 30, 2013 relating to the approved referendum projects. At June 30, 2013, the District's outstanding construction commitments amounted to \$813,167 and are recorded as a component of fund balance restricted for capital projects on the balance sheet in the capital projects fund.

The District also has \$340,508 of contracts encumbered that are reported in the balance sheet of the general fund as assigned to other purposes.

18. Grant Anticipation Notes Payable

The District issued a note in the amount of \$9,250,000 (Interest rate of 1.25%). The note was for cash flow needs in the Capital Projects Fund and was renewed on September 26, 2012 and matured on September 26, 2013.

The following presents the changes from the prior year:

Beginning Balance	Increases	Decreases	Ending Balance
\$ 9,250,000	\$9,250,000	\$9,250,000	\$9,250,000

Effective September 25, 2013, the District issued a note in the amount of \$8,000,000 (Interest rate of 1.25%). The note was for cash flow needs in the Capital Projects Fund and will mature on September 25, 2014.

Required Supplementary Information
Part II

Budgetary Comparison Schedules

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues					
Local sources:					
Local tax levy	\$ 90,955,519		\$ 90,955,519	\$ 90,955,519	
Tuition	50,000		62,500	10,083	\$(52,417)
Transportation fees from individuals	200,000		200,000	315,153	115,153
Interest on investments	100,000		100,000	32,812	\$(67,188)
Rental income	390,000		390,000	496,484	106,484
Miscellaneous	152,500		140,000	74,760	\$(65,240)
Total - local sources	91,848,019		91,848,019	91,884,811	36,792
State sources:					
Extraordinary aid				916,958	916,958
On behalf TPAF pension contribution (non-budgeted)				6,185,594	6,185,594
Reimbursed TPAF social security (non-budgeted)				3,251,414	3,251,414
Additional nonpublic transportation aid				24,260	24,260
Transportation aid	201,508		201,508	201,508	
Security aid	85,761		85,761	85,761	
Categorical Special education aid	2,129,566		2,129,566	2,129,566	
Total - state sources	2,416,835		2,416,835	12,795,061	10,378,226
Federal Sources:					
Medicaid Reimbursement	20,213		20,213	8,837	\$(11,376)
Total - federal sources	20,213		20,213	8,837	\$(11,376)
Total revenues	94,285,067		94,285,067	104,688,709	10,403,642
Expenditures					
Current expenditures:					
Instruction - regular programs:					
Salaries of teachers:					
Preschool	33,380	\$ 950	34,330	34,330	
Kindergarten	1,507,253	(70,316)	1,436,937	1,436,716	221
Grades 1-5	10,382,439	(305,061)	10,077,378	10,072,242	5,136
Grades 6-8	7,326,468	149,245	7,475,713	7,475,713	
Grades 9-12	11,894,475	(79,146)	11,815,329	11,815,329	
Home instruction:					
Salaries of teachers	60,000	35,525	95,525	95,525	
Purchased professional-educational services	15,000	17,694	32,694	27,401	5,293
Undistributed instruction:					
Other salaries for instruction	381,526	152,040	533,566	533,566	
Purchased professional-educational services	18,300	(7,590)	10,710	10,685	25
Purchased technical services	2,000	(800)	1,200	1,200	
Other purchased services	41,631	(5,459)	36,172	28,029	8,143
General supplies	1,900,825	(58,472)	1,842,353	1,803,448	38,905
Textbooks	220,929	(5,097)	215,832	191,931	23,901
Other objects	15,134	(208)	14,926	3,076	11,850
Total instruction - regular programs	33,799,360	(176,695)	33,622,665	33,529,191	93,474

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Special education:					
Learning and/or language disabilities:					
Salaries of teachers	\$ 498,335	\$ (20,000)	\$ 478,335	\$ 478,269	\$ 66
Other salaries for instruction	2,142,698	106,455	2,249,153	2,249,153	
General supplies	5,000	402	5,402	5,122	280
Total learning and/or language disabilities	2,646,033	86,857	2,732,890	2,732,544	346
Resource room/center:					
Salaries of teachers	3,346,260	157,655	3,503,915	3,503,915	
General supplies	19,700	4,419	24,119	24,001	118
Total resource room/center	3,365,960	162,074	3,528,034	3,527,916	118
Preschool disabilities - full time					
Salaries of teachers	227,195	52,707	279,902	279,902	
Other salaries for instruction	76,765	(38,251)	38,514	38,514	
General supplies	5,000	2,555	7,555	7,526	29
Total preschool disabilities-full time	308,960	17,011	325,971	325,942	29
Total special education	6,320,953	265,942	6,586,895	6,586,402	493
Bilingual education:					
Salaries of teachers	394,622	13,314	407,936	407,936	
Total bilingual education	394,622	13,314	407,936	407,936	
Basic skills/remedial instruction:					
Salaries of teachers	582,796	35,413	618,209	618,209	
General supplies	4,530		4,530	362	4,168
Total basic skills/remedial instruction	587,326	35,413	622,739	618,571	4,168
Vocational programs - local instruction:					
Salaries of teachers	101,611	(1,000)	100,611	100,469	142
Other purchased services	2,000	(183)	1,817	1,817	
General supplies	8,000		8,000	7,922	78
Other objects	500		500	473	27
Total vocational programs - local instruction	112,111	(1,183)	110,928	110,681	247

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
School - sponsored cocurricular activities:					
Salaries	\$ 465,045	\$ (72,111)	\$ 392,934	\$ 392,934	
Purchased services	9,350	290	9,640	8,490	\$ 1,150
Supplies and materials	25,200	240	25,440	22,064	3,376
Other objects	13,400		13,400	12,898	502
Total school - sponsored cocurricular activities	512,995	(71,581)	441,414	436,386	5,028
School - sponsored athletics - instruction:					
Salaries	735,096	(18,181)	716,915	716,915	
Purchased services	128,885	(19,700)	109,185	97,430	11,755
Supplies and materials	78,028	30,845	108,873	102,462	6,411
Other objects	23,085	(5,570)	17,515	6,276	11,239
Total school - sponsored athletics - instruction	965,094	(12,606)	952,488	923,083	29,405
Other instructional programs:					
Purchased services	50,000	(397)	49,603	42,538	7,065
Total other instructional programs	50,000	(397)	49,603	42,538	7,065
Other supplemental/at-risk programs-instruction:					
Salaries of reading specialists	617,304	(1,272)	616,032	616,032	
Total other supplemental/at-risk programs-instruction	617,304	(1,272)	616,032	616,032	
Total instruction	43,359,765	50,935	43,410,700	43,270,820	139,880
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs within the state-special	2,492,251	(51,077)	2,441,174	2,399,003	42,171
Tuition to private school for the disabled - within state	4,553,086	144,016	4,697,102	4,654,785	42,317
Tuition to priv sch for the disabled & oth LEAs-Spl, O/S St	211,550	(8,320)	203,230	151,682	51,548
Total undistributed instruction	7,256,887.00	84,619	7,341,506	7,205,470	136,036
Attendance and social work services:					
Salaries	83,682.00	(24,793)	58,889	58,889	
Total attendance and social work services	83,682.00	(24,793)	58,889	58,889	
Health services:					
Salaries	882,950	23,139	906,089	906,089	
Supplies and materials	15,011	17	15,028	13,403	1,625
Total health services	897,961	23,156	921,117	919,492	1,625

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Speech, OT, PT & related services:					
Salaries	\$ 734,679	\$ 76,593	\$ 811,272	\$ 811,272	
Purchased professional - educational services	350,000	(12,033)	337,967	337,967	
Supplies and materials	8,300	(141)	8,159	8,105	\$ 54
Total speech, OT, PT & related services	1,092,979	64,419	1,157,398	1,157,344	54
Other support services - students - extra services:					
Purchased professional - educational services	562,587	4,601	567,188	562,966	4,222
Total other support services - students - extra services	562,587	4,601	567,188	562,966	4,222
Guidance:					
Salaries of other professional staff	1,593,702	(110,352)	1,483,350	1,483,350	
Salaries of secretarial and clerical assistants	254,623	(36,721)	217,902	217,902	
Purchased professional - educational services	5,600	(2,998)	2,602	1,395	1,207
Other purchased services	3,850	(713)	3,137	895	2,242
Supplies and materials	83,422	(46,975)	36,447	36,444	3
Total guidance	1,941,197	(197,759)	1,743,438	1,739,986	3,452
Child study teams:					
Salaries of other professional staff	2,007,000	26,089	2,033,089	2,033,089	
Salaries of secretarial and clerical assistants	236,332	94	236,426	236,426	
Purchased professional - educational services	100,000		100,000	92,526	7,474
Other purchased prof. and tech. services	4,000	(145)	3,855	3,855	
Miscellaneous purchased serv.	5,000	(4,652)	348	348	
Supplies and materials	13,500	(498)	13,002	12,882	120
Other objects	8,000	(873)	7,127	7,037	90
Total child study teams	2,373,832	20,015	2,393,847	2,386,163	7,684
Improvement of instructional services:					
Salaries of supervisors of instruction	1,112,231	(116,333)	995,898	995,898	
Salaries of other professional staff	347,235	(22,338)	324,897	324,897	
Salaries of secretaries and clerical assistants	183,689	1,286	184,975	184,975	
Salaries of facilitators, math & literacy coaches	189,998	7,237	197,235	197,235	
Purchased professional - educational services	26,700	(3,329)	23,371	22,469	902
Other purchased services	1,935	(498)	1,437	870	567
Supplies and materials	34,297	(5,502)	28,795	28,725	70
Other objects	7,300	(5,172)	2,128	2,128	
Total improvement of instructional services	1,903,385	(144,649)	1,758,736	1,757,197	1,539

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Educational media services/school library:					
Salaries	\$ 1,001,666	\$ 7,352	\$ 1,009,018	\$ 1,009,018	
Other purchased services	17,569	(15,023)	2,546	2,146	\$ 400
Supplies and materials	170,652	(13,003)	157,649	156,694	955
Other objects	312	(312)			
Total educational media services/school library	1,190,199	(20,986)	1,169,213	1,167,858	1,355
Instructional staff training services:					
Salaries of supervisors of instruction	368,261	(17,119)	351,142	351,142	
Purchased professional - educational services	20,000	42,016	62,016	39,088	22,928
Other purchased services	33,076	(6,961)	26,115	14,868	11,247
Supplies and materials	20,000	(1,301)	18,699	18,679	20
Other objects	8,000	(1,300)	6,700	6,250	450
Total instructional staff training services	449,337	15,335	464,672	430,027	34,645
Support services-general administration:					
Salaries	486,021	2,226	488,247	488,247	
Legal services	190,000	(31,051)	158,949	158,282	667
Other purchased prof. services	74,500	(12,500)	62,000	61,908	92
Purchased technical services	7,000	(200)	6,800	6,768	32
Communications/telephone	300,000	(11,481)	288,519	287,448	1,071
BOE other purchased services	1,000	(806)	194	194	
Other purchased services	263,500	(17,061)	246,439	244,665	1,774
General supplies	29,500	(1,000)	28,500	26,826	1,674
BOE In-house training	8,000		8,000	7,912	88
Judgements agst. School district		28,305	28,305	28,305	
Miscellaneous expenditures	72,100	(171)	71,929	70,900	1,029
Total support services-general administration	1,431,621	(43,739)	1,387,882	1,381,455	6,427
Support services-school administration:					
Salaries of principals/ assistant principals	1,804,236	416	1,804,652	1,804,652	
Salaries of other professional staff	454,577	13,841	468,418	468,414	4
Salaries of secretarial and clerical assistants	1,365,942	62,894	1,428,836	1,428,836	
Purchased professional and technical services	30,500	1,221	31,721	28,079	3,642
Other purchased services	49,650	(6,368)	43,282	29,666	13,616
Supplies and materials	333,651	9,800	343,451	340,399	3,052
Total support services-school administration	4,038,556	81,804	4,120,360	4,100,046	20,314
Required maintenance for school facilities:					
Salaries	895,450	(22,000)	873,450	872,579	871
Cleaning, repair and maintenance services	241,050	1,132	242,182	227,425	14,757
General supplies	130,500	(600)	129,900	127,901	1,999
Total required maintenance for school facilities	1,267,000	(21,468)	1,245,532	1,227,905	17,627

Livingston Board of Education
General Fund
Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Operation and maintenance of plant services-					
Custodial services:					
Salaries	\$ 2,530,677	\$ 125,262	\$ 2,655,939	\$ 2,655,939	
Purchased professional and technical services	35,000	2	35,002	31,723	\$ 3,279
Cleaning, repair and maintenance services	100,000	(532)	99,468	93,505	5,963
Rental of Land	16,601		16,601	16,601	
Other purchased property services	49,000	18,289	67,289	63,911	3,378
Insurance	360,000	27,345	387,345	387,345	
General supplies	280,000	80,023	360,023	360,018	5
Energy	1,900,000	(210,923)	1,689,077	1,470,283	218,794
Total custodial services	5,271,278	39,466	5,310,744	5,079,325	231,419
Operation and maintenance of plant services-					
care and upkeep of grounds:					
Salaries	60,826		60,826	60,374	452
Total care and upkeep of grounds	60,826		60,826	60,374	452
Operation and maintenance of plant services-security:					
Salaries	168,029	7,848	175,877	175,877	
Total security	168,029	7,848	175,877	175,877	
Total operation and maintenance of plant services	6,767,133	25,846	6,792,979	6,543,481	249,498
Student transportation services:					
Salaries for pupil transportation:					
Between home and school - regular	743,365	133,034	876,399	876,399	
Other than bet. home & sch - regular	306,000	(220,840)	85,160	85,160	
Contracted services:					
Bet. home & sch. - vendors	6,136	(3,432)	2,704	2,704	
Other than bet. home & sch - vendors	164,825	(40,524)	124,301	107,612	16,689
Bet. Home & school -joint agreements	6,000	(6,000)			
Special ed stds - vendors	1,300,000	500,032	1,800,032	1,791,570	8,462
Aid in lieu of payments	150,000	(24,737)	125,263	125,263	
General supplies	250,000	(34,475)	215,525	196,583	18,942
Other objects	7,000	(2,814)	4,186	4,186	
Total student transportation services	2,933,326	300,244	3,233,570	3,189,477	44,093
Undistributed expenditures - central services					
Salaries	1,067,809	(14,847)	1,052,962	1,052,962	
Purchased professional services	134,200	87,339	221,539	217,709	3,830
Misc purch serv	17,100	15,338	32,438	27,599	4,839
Supplies and materials	91,000	(17,824)	73,176	67,941	5,235
Interest for current loans		108,672	108,672	108,670	2
Interest for lease purchase agreements	95,564		95,564	95,508	56
Miscellaneous expenditures	7,000	(1,000)	6,000	5,259	741
Total central services	1,412,673	177,678	1,590,351	1,575,648	14,703
Admin. info. tech.					
Salaries	747,096	37,170	784,266	784,264	2
Purchased professional services	45,000	(8,900)	36,100	36,100	
Other purchased services	366,470	30,000	396,470	394,777	1,693
Supplies and materials	10,000		10,000	9,950	50
Total admin. info. tech.	1,168,566	58,270	1,226,836	1,225,091	1,745

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (continued)					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Unallocated benefits - empl benefits:					
Social security contributions	\$ 1,180,000	\$ 43,616	\$ 1,223,616	\$ 1,223,616	
Other retirement contributions - PERS	1,225,000	(154,144)	1,070,856	1,070,821	\$ 35
Other retirement contributions - Regular		80,219	80,219	79,883	336
Worker's compensation	570,000	12,902	582,902	582,902	
Health benefits	10,308,542	(722,659)	9,585,883	9,585,389	494
Unemployment compensation	100,000		100,000	100,000	
Tuition reimbursement	141,690		141,690	137,280	4,410
Total unallocated benefits	13,525,232	(740,066)	12,785,166	12,779,891	5,275
On-behalf TPAF pension contribution (non-budgeted)				6,185,594	(6,185,594)
Reimbursed TPAF social security contributions (non-budgeted)				3,251,414	(3,251,414)
Total on-behalf payments				9,437,008	(9,437,008)
Total undistributed expenditures	49,029,153	(316,005)	48,713,148	57,617,489	(8,904,341)
Total expenditures - current	92,388,918	(265,070)	92,123,848	100,888,309	(8,764,461)
Capital outlay:					
Equipment:					
Regular programs - instruction:					
Instruction	15,200		15,200	13,444	1,756
Grades 9-12	3,240	25	3,265	3,265	
Non Instructional Services:					
Noninstructional services	50,000	(25)	49,975	48,846	1,129
Total equipment	68,440	-	68,440	65,555	2,885
Facilities acquisition and construction services:					
Lease purchase agreements-principal	1,159,776		1,159,776	1,159,154	622
Construction services	1,799,200	333,620	2,132,820	1,772,255	360,565
Other objects-assessment of debt service	68,733		68,733	68,733	
Total facilities acquisition and construction services	3,027,709	333,620	3,361,329	3,000,142	361,187
Total expenditures - capital outlay	3,096,149	333,620	3,429,769	3,065,697	364,072
Total expenditures	95,485,067	68,550	95,553,617	103,954,006	(8,400,389)
(Deficiency) excess of revenues (under) over expenditures	(1,200,000)	(68,550)	(1,268,550)	734,703	2,003,253
Other financing sources (uses):					
Insurance recovery related to other costs of Super Storm Sandy				44,145	44,145
Transfer in - Capital projects fund				6,088	6,088
Transfer out-Debt service fund		(350,000)	(350,000)	(350,000)	
Total other financing sources (uses)		(350,000)	(350,000)	(299,767)	50,233
(Deficiency) excess of revenues (under) over expenditures and other financing sources (uses)	(1,200,000)	(418,550)	(1,618,550)	434,936	2,053,486
Fund balances, July 1	6,382,818		6,382,818	6,382,818	
Fund balances, June 30	\$ 5,182,818	\$ (418,550)	\$ 4,764,268	\$ 6,817,754	\$ 2,053,486

Livingston Board of Education
General Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)					
Budgeted fund balance	\$ (1,200,000)		\$ (1,200,000)	\$ 853,486	\$ 2,053,486
Adjustment for prior year encumbrances		\$ (418,550)	(418,550)	(418,550)	
Total	<u>\$ (1,200,000)</u>	<u>\$ (418,550)</u>	<u>\$ (1,618,550)</u>	<u>\$ 434,936</u>	<u>\$ 2,053,486</u>
Recapitulation of fund balance:					
Year end encumbrances - assigned				\$ 340,508	
Emergency reserve account - restricted				323,335	
Excess fund balance-prior year - restricted				257,627	
Excess fund balance-current year-restricted				815,793	
Capital reserve account - restricted				1,206,560	
Designated for subsequent years' expenditures - assigned				1,042,373	
Unassigned				<u>2,831,558</u>	
Total fund balance (budgetary basis)				6,817,754	
Reconciliation to Government Funds Statements GAAP:					
Last state aid payments not recognized on GAAP basis				(216,472)	
Fund balance per Government Funds (GAAP)				<u>\$ 6,601,282</u>	

Livingston Board of Education
Special Revenue Fund

Budgetary Comparison Schedule
(Budgetary Basis)

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
State sources	\$ 621,876		\$ 621,876	\$ 512,353	\$ (109,523)
Federal sources	1,738,028		1,738,028	1,566,624	(171,404)
Other sources	37,927		37,927	36,927	(1,000)
Total revenues	<u>2,397,831</u>		<u>2,397,831</u>	2,115,904	(281,927)
Expenditures:					
Current expenditures:					
Instruction:					
Salaries	115,266		115,266	115,266	
Other purchased services	804,769		804,769	804,769	
Supplies and materials	52,991		52,991	52,429	562
Textbooks	46,023		46,023	45,365	658
Other objects	105,536		105,536	105,536	
Total instruction	<u>1,124,585</u>		<u>1,124,585</u>	1,123,365	1,220
Support services:					
Benefits	23,954		23,954	23,954	
Purchased professional and educational / technical services	773,878		773,878	602,474	171,404
General supplies	37,927		37,927	36,927	1,000
Other objects	437,487		437,487	329,184	108,303
Total support services	<u>1,273,246</u>		<u>1,273,246</u>	992,539	280,707
Total expenditures	<u>2,397,831</u>		<u>2,397,831</u>	2,115,904	281,927
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	-

Livingston Board of Education
Note to Required Supplementary Information

Budget to GAAP Reconciliation

Year ended June 30, 2013

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the Budgetary Comparison Schedule (C-1, C-2)	\$ 104,688,709	\$ 2,115,904
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior year		6,764
Current year		(1,418)
State aid payments are recognized for budgetary purposes, not recognized for GAAP statements.		
Prior year	133,803	
Current year	(216,472)	
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (B-2)		
	\$ 104,606,040	\$ 2,121,250
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule (C-1, C-2)	\$ 103,954,006	\$ 2,115,904
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Net		5,346
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)		
	\$ 103,954,006	\$ 2,121,250

Supplementary Information

Special Revenue Fund

Livingston Board of Education
Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures –
Budgetary Basis

Year ended June 30, 2013

	Nonpublic Aid					Title I A	Title II A
	Text- books	Tech- nology	Nursing	Auxiliary	Handicapped	Current	Current
Revenues:							
State sources	\$ 45,365	\$ 27,499	\$ 105,536	\$ 15,805	\$ 318,148		
Federal sources						\$ 139,220	\$ 71,165
Local sources							
Total revenues	<u>\$ 45,365</u>	<u>\$ 27,499</u>	<u>\$ 105,536</u>	<u>\$ 15,805</u>	<u>\$ 318,148</u>	<u>\$ 139,220</u>	<u>\$ 71,165</u>
Expenditures:							
Instruction:							
Salaries						\$ 115,266	
Other purchased services				\$ 4,769			
Supplies and materials		\$ 27,499					
Textbooks	\$ 45,365						
Other objects			\$ 105,536				
Total instruction	<u>45,365</u>	<u>27,499</u>	<u>105,536</u>	<u>4,769</u>		<u>115,266</u>	
Undistributed:							
Support services:							
Benefits						23,954	
Purchased professional and educational/ technical services							\$ 71,165
General supplies							
Supplies and materials				11,036	\$ 318,148		
Total support services				<u>11,036</u>	<u>318,148</u>	<u>23,954</u>	<u>71,165</u>
Total expenditures	<u>\$ 45,365</u>	<u>\$ 27,499</u>	<u>\$ 105,536</u>	<u>\$ 15,805</u>	<u>\$ 318,148</u>	<u>\$ 139,220</u>	<u>\$ 71,165</u>

Livingston Board of Education
Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures –
Budgetary Basis

Year ended June 30, 2013

	I.D.E.I.A			Race to the Top	LEF Grant	Safety Grant	Totals
	Part B Basic	Part B Basic	Preschool Current	Current	Current	Current	
Revenues:							
State sources							\$ 512,353
Federal sources	\$ 201,845	\$ 1,096,481	\$ 55,013	\$ 2,900			1,566,624
Local sources					\$ 12,000	\$ 24,927	36,927
Total revenues	<u>\$ 201,845</u>	<u>\$ 1,096,481</u>	<u>\$ 55,013</u>	<u>\$ 2,900</u>	<u>\$ 12,000</u>	<u>\$ 24,927</u>	<u>\$ 2,115,904</u>
Expenditures:							
Instruction:							
Salaries							\$ 115,266
Other purchased services		\$ 800,000					804,769
Supplies and materials		24,930					52,429
Textbooks							45,365
Other objects							105,536
Total instruction		<u>824,930</u>					<u>1,123,365</u>
Undistributed:							
Support services:							
Benefits							23,954
Purchased professional and educational/ technical services	\$ 201,845	271,551	\$ 55,013	\$ 2,900			602,474
General supplies					\$ 12,000	\$ 24,927	36,927
Supplies and materials							329,184
Total support services	<u>201,845</u>	<u>271,551</u>	<u>55,013</u>	<u>2,900</u>	<u>12,000</u>	<u>24,927</u>	<u>992,539</u>
Total expenditures	<u>\$ 201,845</u>	<u>\$ 1,096,481</u>	<u>\$ 55,013</u>	<u>\$ 2,900</u>	<u>\$ 12,000</u>	<u>\$ 24,927</u>	<u>\$ 2,115,904</u>

Capital Projects Fund

Livingston Board of Education
 Capital Projects Fund
 Summary Schedule of Project Revenues, Expenditures,
 Project Balance and Project Status
 (Budgetary Basis)
 Year ended June 30, 2013

	Current Year
Revenues and other financing sources	
Interest on investments	\$ 6,088
Total revenues	6,088
Expenditures	
Purchased professional and technical services	163,348
Construction services	1,478,206
Bond issuance costs	
Total expenditures	1,641,554
Deficiency of revenues under expenditures	(1,635,466)
Other financing uses:	
Transfers out	(74,584)
Total other financing uses:	(74,584)
Fund Balance, July 1	9,879,408
Fund Balance, June 30	\$ 8,169,358
 <u>Reconciliation of budgetary basis to GAAP basis:</u>	
Fund balance, budgetary basis, June 30, 2013	\$ 8,169,358
Less: Revenue not recognized on a GAAP basis	4,370,268
Fund balance, GAAP basis, June 30, 2013	\$ 3,799,090

Livingston Board of Education
Capital Projects Fund

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

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 22,398,628		\$ 22,398,628	\$ 22,398,628
Bond proceeds and transfers	88,596,000		88,596,000	93,806,849
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>110,994,628</u>		<u>110,994,628</u>	<u>\$ 116,205,477</u>
Expenditures and other financing uses				
Purchased professional and technical services	7,237,609	\$ 163,348	7,400,957	
Land and improvements				
Construction services	93,712,198	1,478,206	95,190,404	
Equipment				
Transfers out		68,496	68,496	
Bond issuance costs	165,413		165,413	
Total expenditures and other financing uses	<u>101,115,220</u>	<u>1,710,050</u>	<u>102,825,270</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 9,879,408</u>	<u>\$ (1,710,050)</u>	<u>\$ 8,169,358</u>	
Referendum				
Bonds Authorized	\$ 93,806,849			
Bonds Issued	88,596,000			
Original Authorized Cost	\$ 116,205,477			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 116,205,477			
Percentage Increase over Original Authorized Cost		0.00%		
Percentage completion		88.49%		

Livingston Board of Education
Capital Projects Fund

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

High School Renovation

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond proceeds and transfers	\$ 51,521,000		\$ 51,521,000	\$ 51,521,000
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>51,521,000</u>	<u>-</u>	<u>51,521,000</u>	<u>\$ 51,521,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	3,162,999		3,162,999	
Land and improvements				
Construction services	47,710,755	\$ 499,363	48,210,118	
Equipment				
Transfers out		68,496	68,496	
Bond issuance costs	68,613		68,613	
Total expenditures and other financing uses	<u>50,942,367</u>	<u>567,859</u>	<u>51,510,226</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 578,633</u>	<u>\$ (567,859)</u>	<u>\$ 10,774</u>	
Additional project information				
Project number		None		
Grant date		None		
Bond authorization date		June 2005		
Bonds Authorized	\$ 51,521,000			
Bonds Issued	51,521,000			
Original Authorized Cost	\$ 51,521,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 51,521,000			
Percentage Increase over Original Authorized Cost		0.00%		
Percentage completion		99.98%		
Original target completion date		1/1/2009		
Revised target completion date		Complete		

Livingston Board of Education
Capital Projects Fund

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

Burnet Hill Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 1,675,906		\$ 1,675,906	\$ 1,675,906
Bond proceeds and transfers	2,197,877	\$ (1,639)	2,196,238	2,506,153
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>3,873,783</u>	<u>(1,639)</u>	<u>3,872,144</u>	<u>\$ 4,182,059</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	377,469	10,735	388,204	
Land and improvements				
Construction services	3,140,696	73,500	3,214,196	
Equipment				
Transfers out				
Bond issuance costs	10,744		10,744	
Total expenditures and other financing uses	<u>3,528,909</u>	<u>84,235</u>	<u>3,613,144</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 344,874</u>	<u>\$ (85,874)</u>	<u>\$ 259,000</u>	
Additional project information				
Project number	2730-070-09-1001			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 2,507,792			
Bonds Issued	2,197,877			
Original Authorized Cost	\$ 4,189,766			
Additional Authorized Cost	(7,707)			
Revised Authorized Cost	\$ 4,182,059			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	93.31%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Burnet Hill Air Conditioning Installation

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 42,630		\$ 42,630	\$ 42,630
Bond proceeds and transfers	70,014	\$ 1,639	71,653	71,653
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>112,644</u>	<u>1,639</u>	<u>114,283</u>	<u>\$ 114,283</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	112,644	1,639	114,283	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>112,644</u>	<u>1,639</u>	<u>114,283</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Additional project information				
Project number	2730-070-09-1010			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 70,014			
Bonds Issued	70,014			
Original Authorized Cost	\$ 106,576			
Additional Authorized Cost	7,077			
Revised Authorized Cost	\$ 114,283			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	99.00%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Burnet Hill Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond proceeds and transfers	\$ 805,856		\$ 805,856	\$ 932,250
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>805,856</u>	<u>-</u>	<u>805,856</u>	<u>\$ 932,250</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	52,922		52,922	
Land and improvements				
Construction services	440,101		440,101	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>493,023</u>	<u>-</u>	<u>493,023</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 312,833</u>	<u>\$ -</u>	<u>\$ 312,833</u>	
Additional project information				
Project number	2730-070-10-1000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 932,250			
Bonds Issued	805,856			
Original Authorized Cost	\$ 932,250			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 932,250			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Collins Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 2,218,910		\$ 2,218,910	\$ 2,218,910
Bond proceeds and transfers	2,928,895		2,928,895	3,328,364
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>5,147,805</u>	<u>-</u>	<u>5,147,805</u>	<u>\$ 5,547,274</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	352,980	\$ 7,721	360,701	
Land and improvements				
Construction services	4,169,716	45,977	4,215,693	
Equipment				
Transfers out				
Bond issuance costs	10,744		10,744	
Total expenditures and other financing uses	<u>4,533,440</u>	<u>53,698</u>	<u>4,587,138</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 614,365</u>	<u>\$ (53,698)</u>	<u>\$ 560,667</u>	
Additional project information				
Project number	2730-080-09-1002			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 3,328,364			
Bonds Issued	2,928,895			
Original Authorized Cost	\$ 5,547,274			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 5,547,274			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	89.11%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Collins Air Conditioning Installation

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 85,781		\$ 85,781	\$ 85,781
Bond proceeds and transfers	113,230		113,230	128,672
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>199,011</u>	<u>-</u>	<u>199,011</u>	<u>\$ 214,453</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	167,868	\$ 3,300	171,168	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>167,868</u>	<u>3,300</u>	<u>171,168</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 31,143</u>	<u>\$ (3,300)</u>	<u>\$ 27,843</u>	
Additional project information				
Project number	2730-080-09-1011			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 128,672			
Bonds Issued	113,230			
Original Authorized Cost	\$ 214,453			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 214,453			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	86.01%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Collins Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond proceeds and transfers	\$ 860,098		\$ 860,098	\$ 995,000
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>860,098</u>	<u>-</u>	<u>860,098</u>	<u>\$ 995,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	54,238		54,238	
Land and improvements				
Construction services	631,084		631,084	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>685,322</u>	<u>-</u>	<u>685,322</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 174,776</u>	<u>\$ -</u>	<u>\$ 174,776</u>	
Additional project information				
Project number	2730-080-10-1000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 995,000			
Bonds Issued	860,098			
Original Authorized Cost	\$ 995,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 995,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Harrison Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 4,037,727		\$ 4,037,727	\$ 4,037,727
Bond proceeds and transfers	5,329,680		5,329,680	6,056,591
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>9,367,407</u>	<u>-</u>	<u>9,367,407</u>	<u>\$ 10,094,318</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	607,403	\$ 77,888	685,291	
Land and improvements				
Construction services	6,046,233	76,412	6,122,645	
Equipment				
Transfers out				
Bond issuance costs	10,844		10,844	
Total expenditures and other financing uses	<u>6,664,480</u>	<u>154,300</u>	<u>6,818,780</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 2,702,927</u>	<u>\$ (154,300)</u>	<u>\$ 2,548,627</u>	
Additional project information				
Project number	2730-090-09-1003			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 6,056,591			
Bonds Issued	5,329,680			
Original Authorized Cost	\$ 10,094,318			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 10,094,318			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	72.79%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Harrison Air Conditioning Installation

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 151,938		\$ 151,938	\$ 151,938
Bond proceeds and transfers	200,555		200,555	227,908
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>352,493</u>	<u>-</u>	<u>352,493</u>	<u>\$ 379,846</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	341,493	\$ 5,844	347,337	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>341,493</u>	<u>5,844</u>	<u>347,337</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 11,000</u>	<u>\$ (5,844)</u>	<u>\$ 5,156</u>	
Additional project information				
Project number	2730-090-09-1012			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 227,908			
Bonds Issued	200,555			
Original Authorized Cost	\$ 379,846			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 379,846			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	98.54%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Harrison Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond proceeds and transfers	\$ 306,667		\$ 306,667	\$ 354,032
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>306,667</u>	<u>-</u>	<u>306,667</u>	<u>\$ 354,032</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	20,230		20,230	
Land and improvements				
Construction services	286,437		286,437	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>306,667</u>	<u>-</u>	<u>306,667</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Additional project information				
Project number	2730-090-10-1000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 354,032			
Bonds Issued	306,667			
Original Authorized Cost	\$ 349,350			
Additional Authorized Cost	4,682			
Revised Authorized Cost	\$ 354,032			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
(Budgetary Basis)

Hillside Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 1,986,748		\$ 1,986,748	\$ 1,986,748
Bond proceeds and transfers	2,596,087	\$ (2,615)	2,593,472	2,951,146
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>4,582,835</u>	<u>(2,615)</u>	<u>4,580,220</u>	<u>\$ 4,937,894</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	323,580	7,242	330,822	
Land and improvements				
Construction services	3,722,584	29,283	3,751,867	
Equipment				
Transfers out				
Bond issuance costs	10,844		10,844	
Total expenditures and other financing uses	<u>4,057,008</u>	<u>36,525</u>	<u>4,093,533</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 525,827</u>	<u>\$ (39,140)</u>	<u>\$ 486,687</u>	
Additional project information				
Project number	2730-100-09-1004			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 2,951,146			
Bonds Issued	2,596,087			
Original Authorized Cost	\$ 4,967,140			
Additional Authorized Cost	(29,246)			
Revised Authorized Cost	\$ 4,937,894			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	89.37%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Hillside Air Conditioning Installation

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 67,983		\$ 67,983	\$ 67,983
Bond proceeds and transfers	94,736	\$ 2,615	97,351	109,590
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>162,719</u>	<u>2,615</u>	<u>165,334</u>	<u>\$ 177,573</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	162,719	2,615	165,334	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>162,719</u>	<u>2,615</u>	<u>165,334</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Additional project information				
Project number	2730-100-09-1015			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 109,590			
Bonds Issued	94,736			
Original Authorized Cost	\$ 169,957			
Additional Authorized Cost	7,616			
Revised Authorized Cost	\$ 177,573			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	99.00%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Hillside Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond proceeds and transfers	\$ 671,528		\$ 671,528	\$ 774,238
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>671,528</u>	<u>-</u>	<u>671,528</u>	<u>\$ 774,238</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	41,761		41,761	
Land and improvements				
Construction services	629,767		629,767	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>671,528</u>	<u>-</u>	<u>671,528</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Additional project information				
Project number	2730-100-10-1000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 774,238			
Bonds Issued	671,528			
Original Authorized Cost	\$ 757,560			
Additional Authorized Cost	16,678			
Revised Authorized Cost	\$ 774,238			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Mt. Pleasant Elementary Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 1,529,482		\$ 1,529,482	\$ 1,529,482
Bond proceeds and transfers	2,018,871		2,018,871	2,294,224
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>3,548,353</u>	<u>-</u>	<u>3,548,353</u>	<u>\$ 3,823,706</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	245,863	\$ 6,124	251,987	
Land and improvements				
Construction services	2,584,958	27,178	2,612,136	
Equipment				
Transfers out				
Bond issuance costs	10,744		10,744	
Total expenditures and other financing uses	<u>2,841,565</u>	<u>33,302</u>	<u>2,874,867</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 706,788</u>	<u>\$ (33,302)</u>	<u>\$ 673,486</u>	
Additional project information				
Project number	2730-110-09-1005			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 2,294,224			
Bonds Issued	2,018,871			
Original Authorized Cost	\$ 3,823,706			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 3,823,706			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	81.02%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Mt. Pleasant Elementary Air Conditioning Installation

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 56,495		\$ 56,495	\$ 56,495
Bond proceeds and transfers	74,572		74,572	84,742
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>131,067</u>	<u>-</u>	<u>131,067</u>	<u>\$ 141,237</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	128,262	\$ 1,087	129,349	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>128,262</u>	<u>1,087</u>	<u>129,349</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 2,805</u>	<u>\$ (1,087)</u>	<u>\$ 1,718</u>	
Additional project information				
Project number	2730-110-09-1016			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 84,742			
Bonds Issued	74,572			
Original Authorized Cost	\$ 141,237			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 141,237			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	98.69%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Mt. Pleasant Elementary Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond proceeds and transfers	\$ 913,692		\$ 913,692	\$ 1,057,000
Contribution from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>913,692</u>	<u>-</u>	<u>913,692</u>	<u>\$ 1,057,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	59,335		59,335	
Land and improvements				
Construction services	617,795		617,795	
Equipment				
Transfers out				
Bond issuance costs				
Total expenditures and other financing uses	<u>677,130</u>	<u>-</u>	<u>677,130</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 236,562</u>	<u>\$ -</u>	<u>\$ 236,562</u>	
Additional project information				
Project number	2730-110-10-2000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 1,057,000			
Bonds Issued	913,692			
Original Authorized Cost	\$ 1,057,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 1,057,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Mt. Pleasant Middle Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 2,389,912		\$ 2,389,912	\$ 2,389,912
Bond Proceeds and transfers	3,154,612		3,154,612	3,584,867
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>5,544,524</u>	<u>-</u>	<u>5,544,524</u>	<u>\$ 5,974,779</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	399,990	\$ 10,240	410,230	
Land and improvements				
Construction services	4,540,513	110,431	4,650,944	
Equipment				
Transfers Out				
Bond issuance costs	10,844		10,844	
Total expenditures and other financing uses	<u>4,951,347</u>	<u>120,671</u>	<u>5,072,018</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 593,177</u>	<u>\$ (120,671)</u>	<u>\$ 472,506</u>	
Additional project information				
Project number	2730-060-09-2007			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 3,584,867			
Bonds Issued	3,154,612			
Original Authorized Cost	\$ 5,974,779			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 5,974,779			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	91.48%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Mt. Pleasant Middle HVAC

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 102,247		\$ 102,247	\$ 102,247
Bond Proceeds and transfers	134,964		134,964	153,371
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>237,211</u>	<u>-</u>	<u>237,211</u>	<u>\$ 255,618</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	228,482	\$ 1,967	230,449	
Equipment				
Transfers Out				
Bond issuance costs				
Total expenditures and other financing uses	<u>228,482</u>	<u>1,967</u>	<u>230,449</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 8,729</u>	<u>\$ (1,967)</u>	<u>\$ 6,762</u>	
Additional project information				
Project number	2730-060-09-2014			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 153,371			
Bonds Issued	134,964			
Original Authorized Cost	\$ 255,618			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 255,618			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	97.15%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Mt. Pleasant Middle Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond Proceeds and transfers	\$ 750,317		\$ 750,317	\$ 868,000
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>750,317</u>	<u>-</u>	<u>750,317</u>	<u>\$ 868,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	48,033		48,033	
Land and improvements				
Construction services	555,998		555,998	
Equipment				
Transfers Out				
Bond issuance costs				
Total expenditures and other financing uses	<u>604,031</u>	<u>-</u>	<u>604,031</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 146,286</u>	<u>\$ -</u>	<u>\$ 146,286</u>	
Additional project information				
Project number	2730-060-10-2000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 868,000			
Bonds Issued	750,317			
Original Authorized Cost	\$ 868,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 868,000			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	80.50%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Riker Hill Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 2,510,834		\$ 2,510,834	\$ 2,510,834
Bond Proceeds and transfers	3,304,377	\$ (4,642)	3,299,735	3,751,761
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>5,815,211</u>	<u>(4,642)</u>	<u>5,810,569</u>	<u>\$ 6,262,595</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	414,813	8,591	423,404	
Land and improvements				
Construction services	4,519,429	39,172	4,558,601	
Equipment				
Transfers Out				
Bond issuance costs	10,744		10,744	
Total expenditures and other financing uses	<u>4,944,986</u>	<u>47,763</u>	<u>4,992,749</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 870,225</u>	<u>\$ (52,405)</u>	<u>\$ 817,820</u>	
Additional project information				
Project number	2730-118-09-2008			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 3,751,761			
Bonds Issued	3,304,377			
Original Authorized Cost	\$ 6,277,086			
Additional Authorized Cost	(14,491)			
Revised Authorized Cost	\$ 6,262,595			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	85.93%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Riker Hill HVAC

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 56,495		\$ 56,495	\$ 56,495
Bond Proceeds and transfers	84,421	\$ 4,642	89,063	99,233
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>140,916</u>	<u>4,642</u>	<u>145,558</u>	<u>\$ 155,728</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	140,916	4,642	145,558	
Equipment				
Transfers Out				
Bond issuance costs				
Total expenditures and other financing uses	<u>140,916</u>	<u>4,642</u>	<u>145,558</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Additional project information				
Project number	2730-118-09-2017			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 99,233			
Bonds Issued	84,421			
Original Authorized Cost	\$ 141,237			
Additional Authorized Cost	14,491			
Revised Authorized Cost	\$ 155,728			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	99.00%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Riker Hill Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond Proceeds and transfers	\$ 1,140,170		\$ 1,140,170	\$ 1,319,000
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>1,140,170</u>	<u>-</u>	<u>1,140,170</u>	<u>\$ 1,319,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	72,160		72,160	
Land and improvements				
Construction services	1,067,142		1,067,142	
Equipment				
Transfers Out				
Bond issuance costs				
Total expenditures and other financing uses	<u>1,139,302</u>	<u>-</u>	<u>1,139,302</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 868</u>	<u>\$ -</u>	<u>\$ 868</u>	
Additional project information				
Project number	2730-118-10-1000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 1,319,000			
Bonds Issued	1,140,170			
Original Authorized Cost	\$ 1,319,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 1,319,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Heritage Middle Facility Upgrades

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 5,209,127		\$ 5,209,127	\$ 5,209,127
Bond Proceeds and transfers	6,875,892	\$ (15,027)	6,860,865	7,798,663
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>12,085,019</u>	<u>(15,027)</u>	<u>12,069,992</u>	<u>\$ 13,007,790</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	828,090	28,914	857,004	
Land and improvements				
Construction services	9,727,927	515,346	10,243,273	
Equipment				
Transfers Out				
Bond issuance costs	10,744		10,744	
Total expenditures and other financing uses	<u>10,566,761</u>	<u>544,260</u>	<u>11,111,021</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,518,258</u>	<u>\$ (559,287)</u>	<u>\$ 958,971</u>	
Additional project information				
Project number	2730-055-09-2006			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 7,798,663			
Bonds Issued	6,875,892			
Original Authorized Cost	\$ 13,022,817			
Additional Authorized Cost	(15,027)			
Revised Authorized Cost	\$ 13,007,790			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	92.05%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Heritage Middle HVAC

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant	\$ 276,413		\$ 276,413	\$ 276,413
Bond Proceeds and transfers	364,857	\$ 15,027	379,884	429,646
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>641,270</u>	<u>15,027</u>	<u>656,297</u>	<u>\$ 706,059</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	616,197	40,100	656,297	
Equipment				
Transfers Out				
Bond issuance costs				
Total expenditures and other financing uses	<u>616,197</u>	<u>40,100</u>	<u>656,297</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 25,073</u>	<u>\$ (25,073)</u>	<u>\$ -</u>	
Additional project information				
Project number	2730-055-09-2013			
Grant date	1/29/2010			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 429,646			
Bonds Issued	364,857			
Original Authorized Cost	\$ 691,032			
Additional Authorized Cost	15,027			
Revised Authorized Cost	\$ 706,059			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	10/15/2012			
Revised target completion date	9/1/2013			

Livingston Board of Education
Capital Projects Fund

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

Heritage Middle Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond Proceeds and transfers	\$ 777,978		\$ 777,978	\$ 900,000
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>777,978</u>	<u>-</u>	<u>777,978</u>	<u>\$ 900,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	49,185		49,185	
Land and improvements				
Construction services	689,207		689,207	
Equipment				
Transfers Out				
Bond issuance costs				
Total expenditures and other financing uses	<u>738,392</u>	<u>-</u>	<u>738,392</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 39,586</u>	<u>\$ -</u>	<u>\$ 39,586</u>	
Additional project information				
Project number	2730-055-10-2000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 900,000			
Bonds Issued	777,978			
Original Authorized Cost	\$ 900,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 900,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

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

Livingston High School Solar Panels

From Inception and for the year ended June 30, 2013

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
State Sources - SDA Grant				
Bond Proceeds and transfers	\$ 1,305,054		\$ 1,305,054	\$ 1,509,745
Contribution from Private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>1,305,054</u>	<u>-</u>	<u>1,305,054</u>	<u>\$ 1,509,745</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	126,558	\$ 5,893	132,451	
Land and improvements				
Construction services	733,275	350	733,625	
Equipment				
Transfers Out				
Bond issuance costs	10,548		10,548	
Total expenditures and other financing uses	<u>870,381</u>	<u>6,243</u>	<u>876,624</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 434,673</u>	<u>\$ (6,243)</u>	<u>\$ 428,430</u>	
Additional project information				
Project number	2730-050-10-1000			
Grant date	None			
Bond authorization date	12/14/2009			
Bonds Authorized	\$ 1,509,745			
Bonds Issued	1,305,054			
Original Authorized Cost	\$ 1,509,745			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 1,509,745			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	100.00%			
Original target completion date	2/17/2011			
Revised target completion date	Complete			

Livingston Board of Education
Capital Projects Fund

Summary Schedule of Project Expenditures
(Budgetary Basis)

Year ended June 30, 2013

Issue/Project Title	Appropriations	Expenditures to Date		Transfers Out	Unexpended Balance
		Prior Years	Current Year		
High school renovation-referendum	\$ 51,521,000	\$ 50,942,367	\$ 499,363	\$68,496	\$ 10,774
Facility upgrades and HVAC	55,996,572	43,987,077	1,135,948		10,873,547
Additions/renovations at Various Schools	18,200,000				18,200,000
Solar Panels	8,687,905	6,185,776	6,243		2,495,886
	<u>\$ 134,405,477</u>	<u>\$ 101,115,220</u>	<u>\$ 1,641,554</u>	<u>\$ 68,496</u>	<u>31,580,207</u>
Bonds and notes authorized and not issued					(23,410,849)
				F-1	<u>\$ 8,169,358</u>

Components of appropriations for referendum questions - high school renovations

Bonds authorized 6/15/06	\$ 8,000,000
Bonds authorized 10/9/07	<u>43,521,000</u>
	<u>\$ 51,521,000</u>

Components of appropriations - Facility upgrades and HVAC

NJ Schools Development Authority	\$ 22,398,628
Bonds authorized 12/14/09	<u>33,597,944</u>
	<u>\$ 55,996,572</u>

Components of appropriations - Solar panels

Bonds authorized 12/14/09	<u>\$ 8,687,905</u>
	<u>\$ 8,687,905</u>

Components of appropriations for referendum question - additions and renovations at various schools

Bonds authorized 3/12/13	<u>\$ 18,200,000</u>
	<u>\$ 18,200,000</u>

Fiduciary Funds

Livingston Board of Education
Trust and Agency Funds

Combining Statement of Fiduciary Net Position

June 30, 2013

	<u>Trust</u>	<u>Agency</u>		<u>Total</u> <u>Agency</u>
	<u>Unemployment</u> <u>Compensation</u>	<u>Student</u> <u>Activity</u>	<u>Payroll</u>	
Assets				
Cash and cash equivalents	\$ 142,683	\$ 441,664	\$ 1,797,876	\$ 2,239,540
Total assets	<u>142,683</u>	<u>\$ 441,664</u>	<u>\$ 1,797,876</u>	<u>\$ 2,239,540</u>
Liabilities				
Payroll deductions and withholdings payable			\$ 481,607	\$ 481,607
Summer escrow payable			1,316,269	1,316,269
Accounts payable	14,816			
Due to student groups		\$ 441,664		441,664
Total liabilities	<u>14,816</u>	<u>\$ 441,664</u>	<u>\$ 1,797,876</u>	<u>\$ 2,239,540</u>
Net position				
Held in trust for unemployment claims	127,867			
Total net position	<u>\$ 127,867</u>			

Livingston Board of Education
Student Activity Agency Fund

Schedule of Cash Receipts and Cash Disbursements

Year ended June 30, 2013

	Balance July 1, 2012	Cash Receipts	Cash Disbursements	Balance June 30, 2013
Elementary schools:				
Burnet Hill	\$ 7,440	\$ 11,847	\$ 14,276	\$ 5,011
Riker Hill	4,224	27,279	25,932	5,571
Collins	5,702	9,947	8,573	7,076
Harrison	6,413	20,534	23,179	3,768
Hillside	11,306	12,521	12,465	11,362
Mount Pleasant	5,936	5,446	4,937	6,445
	<u>41,021</u>	<u>87,574</u>	<u>89,362</u>	<u>39,233</u>
Middle schools:				
Heritage	55,529	67,595	70,041	53,083
Mount Pleasant	24,082	17,459	13,262	28,279
	<u>79,611</u>	<u>85,054</u>	<u>83,303</u>	<u>81,362</u>
High school:				
Senior High School	251,638	625,189	557,666	319,161
Athletic account	5,205	92,182	95,479	1,908
Scholarships	1,895		1,895	
	<u>258,738</u>	<u>717,371</u>	<u>655,040</u>	<u>321,069</u>
Total all schools	<u>\$ 379,370</u>	<u>\$ 889,999</u>	<u>\$ 827,705</u>	<u>\$ 441,664</u>

Livingston Board of Education
Payroll Agency Fund

Schedule of Cash Receipts and Cash Disbursements

Year ended June 30, 2013

	Balance July 1, 2012	Cash Receipts	Cash Disbursements	Balance June 30, 2013
Assets				
Cash and cash equivalents	\$ 1,640,720	\$ 68,172,502	\$ 68,015,346	\$ 1,797,876
Total assets	<u>\$ 1,640,720</u>	<u>\$ 68,172,502</u>	<u>\$ 68,015,346</u>	<u>\$ 1,797,876</u>
Liabilities				
Payroll deductions and withholdings	\$ 575,098	\$ 66,856,233	\$ 66,949,724	\$ 481,607
Summer escrow payable	1,065,622	1,316,269	1,065,622	1,316,269
Total liabilities	<u>\$ 1,640,720</u>	<u>\$ 68,172,502</u>	<u>\$ 68,015,346</u>	<u>\$ 1,797,876</u>

Long-Term Debt

Livingston Board of Education
Long-Term Debt

Schedule of Serial Bonds Payable

Year ended June 30, 2013

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2012	Retired	Balance June 30, 2013
			Date	Amount				
Renovations to Schools	11/1/02	\$ 6,529,000				\$ 315,000	\$ 315,000	
High School Renovations	6/15/06	8,000,000	1/15/14	\$ 370,000	4.100%			
			1/15/15	390,000	4.100			
			1/15/16	405,000	4.100			
			1/15/17	420,000	4.100			
			1/15/18	440,000	4.100			
			1/15/19	455,000	4.100			
			1/15/20	475,000	4.100			
			1/15/21	495,000	4.100			
			1/15/22	515,000	4.100			
			1/15/23	535,000	4.100			
			1/15/24	560,000	4.125			
			1/15/25	580,000	4.125			
			1/15/26	605,000	4.125	6,600,000	355,000	\$ 6,245,000
High School Renovations	10/9/07	43,521,000	7/15/13-7/15/14	1,100,000	4.250			
			7/15/15	1,150,000	4.250			
			7/15/16	1,250,000	4.250			
			7/15/17-7/15/21	1,250,000	4.500			
			7/15/22	1,500,000	4.500			
			7/15/23	1,600,000	4.500			
			7/15/24	1,500,000	4.500			
			7/15/25	1,600,000	4.500			
			7/15/26	1,700,000	4.500			
			7/15/27-7/15/30	1,750,000	4.500			
			7/15/31-7/15/32	1,800,000	4.500			
			7/15/33	1,900,000	4.500			
			7/15/34-7/15/36	2,000,000	4.500			
			7/15/37	1,971,000	4.500	40,321,000	1,100,000	39,221,000
School Refunding Bonds	3/11/10	12,405,000	7/15/13	1,115,000	2.000			
			7/15/14	1,165,000	2.000			
			7/15/15	1,190,000	3.000			
			7/15/16	1,230,000	3.000			
			7/15/17	1,275,000	3.000			
			7/15/18	1,315,000	4.000			
			7/15/19	1,370,000	4.000			
			7/15/20	1,405,000	4.000			
			7/15/21	1,475,000	4.000			
			7/15/22	475,000	4.000	12,405,000	390,000	12,015,000
Renovations to Schools Build America Bonds	8/3/10	28,075,000	7/15/21	1,870,000	4.450			
			7/15/22	1,960,000	4.625			
			7/15/23	2,000,000	4.750			
			7/15/24	2,000,000	4.875			
			7/15/25	2,000,000	4.950			
			7/15/26	1,600,000	5.150			
			7/15/27	1,650,000	5.300			
			7/15/28	1,700,000	5.450			
			7/15/29	1,750,000	5.450			
			7/15/30	1,770,000	5.450			
			7/15/31	1,850,000	5.600			
			7/15/32	1,925,000	5.600			
			7/15/33-7/15/35	2,000,000	5.600	28,075,000		28,075,000
Renovations to Schools	8/3/10	9,000,000	7/15/13	1,000,000	1.500			
			7/15/14	1,000,000	1.500			
			7/15/15	1,000,000	2.000			
			7/15/16	1,000,000	2.000			
			7/15/17	1,000,000	2.000			
			7/15/18	1,000,000	2.125			
			7/15/19	1,000,000	2.350			
			7/15/20	1,000,000	2.500			
						9,000,000	1,000,000	8,000,000
						<u>\$ 96,716,000</u>	<u>\$ 3,160,000</u>	<u>\$ 93,556,000</u>

Livinston Board of Education
Long-Term Debt

Schedule of Obligations Under Capital Leases

Year ended June 30, 2013

	Interest Rate	Amount of Original Issue	Balance July 1, 2012	Retired	Balance June 30, 2013
Carlyle	5.60%	\$ 2,228,031	\$ 588,064	\$ 187,625	\$ 400,439
TD Bank	4.02%	799,920	172,429	172,429	
TD Bank	3.31%	1,250,000	524,356	257,910	266,446
TD Bank	4.25%	1,250,000	771,627	249,705	521,922
Suntrust Leasing	2.17%	750,000	604,295	146,244	458,051
TD Bank	1.94%	750,000	750,000	145,241	604,759
			<u>\$ 3,410,771</u>	<u>\$ 1,159,154</u>	<u>\$ 2,251,617</u>

Livingston Board of Education
Debt Service Fund

Budgetary Comparison Schedule

Year ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
Local sources:					
Local tax levy	\$ 5,433,634		\$ 5,433,634	\$ 5,433,634	
State sources:					
Debt service aid type II	925,447		925,447	925,447	
Total revenues	<u>6,359,081</u>		<u>6,359,081</u>	<u>6,359,081</u>	
Expenditures:					
Principal on bonds	3,160,000		3,160,000	3,160,000	
Interest on bonds	3,574,081		3,574,081	3,574,080	\$ 1
Total expenditures	<u>6,734,081</u>		<u>6,734,081</u>	<u>6,734,080</u>	<u>1</u>
(Deficiency) Excess of revenues (under) over expenditures	(375,000)		(375,000)	(374,999)	1
Other financing sources:					
Transfer in	375,000		375,000	418,496	43,496
Total other financing sources	<u>375,000</u>		<u>375,000</u>	<u>418,496</u>	<u>43,496</u>
Net change in fund balances	-		-	43,497	43,497
Fund balance, July 1	10,013		10,013	10,013	-
Fund balance, June 30	<u>\$ 10,013</u>	<u>\$ -</u>	<u>\$ 10,013</u>	<u>\$ 53,510</u>	<u>\$ 43,497</u>

Statistical Section

**Statistical Section
Unaudited**

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

Livingston Board of Education
 Net Position by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Unaudited

	As of June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities at Government-wide level										
Net investment in capital assets	\$23,987,776	\$24,855,458	\$25,535,969	\$26,021,955	\$27,138,634	\$28,226,511	\$32,361,810	\$29,780,271	\$51,502,583	\$54,448,601
Restricted	577,226	320,675	468,379	1,639,337	3,266,572	2,081,718	2,083,754	9,634,285	1,797,535	2,656,825
Unrestricted (deficit)	(2,561,082)	(1,260,327)	(730,280)	(1,600,399)	(3,539,435)	(2,858,594)	(4,665,561)	(2,790,043)	(1,407,628)	(1,809,826)
Total governmental activities net position	<u>\$22,003,920</u>	<u>\$23,915,806</u>	<u>\$25,274,068</u>	<u>\$26,060,893</u>	<u>\$26,865,771</u>	<u>\$27,449,635</u>	<u>\$29,780,003</u>	<u>\$36,624,513</u>	<u>\$51,892,490</u>	<u>\$55,295,600</u>
Business-type activities at Government-wide level										
Unrestricted						\$ -	\$ 37,129	\$ 101,382	\$ 117,150	\$ 123,159
Total business-type activities net position						<u>\$ -</u>	<u>\$ 37,129</u>	<u>\$ 101,382</u>	<u>\$ 117,150</u>	<u>\$ 123,159</u>
Governmental activities at Government-wide level										
Net investment in capital assets	\$23,987,776	\$24,855,458	\$25,535,969	\$26,021,955	\$27,138,634	\$28,226,511	\$32,361,810	\$29,780,271	\$51,502,583	\$54,448,601
Restricted	577,226	320,675	468,379	1,639,337	3,266,572	2,081,718	2,083,754	9,634,285	1,797,535	2,656,825
Unrestricted (deficit)	(2,561,082)	(1,260,327)	(730,280)	(1,600,399)	(3,539,435)	(2,858,594)	(4,628,432)	(2,688,661)	(1,290,478)	(1,686,667)
Total governmental activities net position	<u>\$22,003,920</u>	<u>\$23,915,806</u>	<u>\$25,274,068</u>	<u>\$26,060,893</u>	<u>\$26,865,771</u>	<u>\$27,449,635</u>	<u>\$29,817,132</u>	<u>\$36,725,895</u>	<u>\$52,009,640</u>	<u>\$55,418,759</u>

Source: CAFR Schedule A-1 and District records.

The District commenced operations of its food service enterprise fund during the 2009 fiscal year.

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

Livingston Board of Education
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Year Ended June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities										
Instruction	\$ 47,370,196	\$ 49,879,180	\$ 53,064,508	\$ 58,747,266	\$ 61,513,696	\$ 60,605,930	\$ 64,714,624	\$ 63,878,756	\$ 66,272,731	\$ 68,887,506
Support Services:										
Attendance and social work	248,888	278,244	290,034	338,011	349,537	336,610	101,614	111,223	87,045	83,146
Health services	941,123	1,029,433	1,100,148	1,204,217	1,276,774	1,276,809	1,315,293	1,155,226	1,250,211	1,293,287
Other support services	6,505,108	7,563,349	7,640,319	7,722,403	7,568,944	8,027,094	8,749,413	8,527,200	8,969,414	8,902,828
Improvement of instruction	1,689,781	1,639,006	1,849,209	1,893,851	1,630,791	1,672,833	2,239,925	2,287,581	2,474,874	2,460,982
Other support instructional staff	449,498	649,209	529,806	578,156	541,990	519,445	430,135	618,138	602,057	578,017
School library	1,144,116	1,246,127	1,303,401	1,418,986	1,489,935	1,496,265	1,420,543	1,402,614	1,534,227	1,590,230
General administration	1,642,161	1,649,936	1,700,653	1,782,990	1,983,217	1,664,847	1,614,441	1,501,121	1,602,967	1,620,516
School administration	4,150,571	4,393,419	4,758,884	5,144,824	5,301,362	5,275,513	5,490,678	5,330,008	5,319,153	5,641,806
Required maintenance of plant	1,580,611	1,400,597	2,493,301	1,629,792	1,728,144	1,672,944	1,806,197	1,548,439	1,679,427	1,656,110
Operation of plant	4,306,844	4,353,298	4,726,966	5,156,209	5,678,215	6,114,877	6,361,609	6,452,481	6,743,825	6,787,794
Student transportation	3,052,672	2,869,360	3,000,060	3,519,539	3,594,490					
Central services						1,812,960	1,877,854	1,813,338	1,805,295	2,031,579
Administrative information technology						1,030,394	1,001,413	1,099,190	1,334,838	1,566,865
Business and other support services and benefits	3,223,524	2,549,481	2,668,306	2,627,678	3,422,862					
Capital outlay	2,311,001	789,907								
Interest on long-term debt	1,014,627	934,133	822,413	1,045,333	2,185,319	3,283,557	2,731,585	3,534,830	3,759,553	3,498,671
Total governmental activities expenses	79,630,721	81,224,679	85,948,008	92,809,255	98,265,276	98,413,956	103,373,073	102,119,404	106,763,351	110,279,542
Business-type activities										
Food service						835,526	785,620	899,767	942,943	935,828
Total business-type activities						835,526	785,620	899,767	942,943	935,828
Total district expenses	\$ 79,630,721	\$ 81,224,679	\$ 85,948,008	\$ 92,809,255	\$ 98,265,276	\$ 99,249,482	\$ 104,158,693	\$ 103,019,171	\$ 107,706,294	\$ 111,215,370
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ 90,127	\$ 57,618	\$ 69,697	\$ 33,559	\$ 33,185	\$ 104,008	\$ 72,370	\$ 116,574	\$ 53,985	\$ 10,083
Pupil transportation	78,167	82,695	95,135	60,000	88,270	158,875	158,408	114,679	310,880	315,153
Operating grants and contributions	1,534,270	1,686,936	1,785,033	1,921,902	1,845,781	1,848,856	2,835,726	2,326,694	2,355,452	2,121,250
Capital grants and contributions		167,580	52,457		57,804	74,938	978,472	4,427,857	12,398,388	449,567
Total governmental activities program revenues	1,702,564	1,994,829	2,002,322	2,015,461	2,025,040	2,186,677	4,044,976	6,985,804	15,118,705	2,896,053
Business-type activities										
Charges for services										
Food service						803,166	822,498	955,095	946,322	941,083
Total business-type activities						803,166	822,498	955,095	946,322	941,083
Total district program revenues	\$ 1,702,564	\$ 1,994,829	\$ 2,002,322	\$ 2,015,461	\$ 2,025,040	\$ 2,989,843	\$ 4,867,474	\$ 7,940,899	\$ 16,065,027	\$ 3,837,136
Net (Expense)/Revenue										
Governmental activities	\$ (77,928,157)	\$ (79,229,850)	\$ (83,945,686)	\$ (90,793,794)	\$ (96,240,236)	\$ (96,227,279)	\$ (99,328,097)	\$ (95,133,600)	\$ (91,644,646)	\$ (107,383,489)
Business-type activities						(32,360)	36,878	55,328	3,379	5,255
Total district-wide net expense	\$ (77,928,157)	\$ (79,229,850)	\$ (83,945,686)	\$ (90,793,794)	\$ (96,240,236)	\$ (96,259,639)	\$ (99,291,219)	\$ (95,078,272)	\$ (91,641,267)	\$ (107,378,234)

Livingston Board of Education
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)
Unaudited

	Year ended June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 64,709,120	\$ 68,456,936	\$ 71,786,923	\$ 74,542,669	\$ 79,251,361	\$ 82,421,415	\$ 85,302,647	\$ 88,714,753	\$ 90,069,759	\$ 90,955,519
Property taxes levied for debt service	1,886,572	1,895,262	1,800,724	1,820,867	1,841,682	2,065,063	4,352,410	4,293,987	5,065,306	5,433,634
Unrestricted grants and contributions	9,776,665	9,921,862	10,794,790	13,765,449	14,038,844	11,265,409	11,386,017	8,453,252	10,964,111	13,646,676
Investment earnings	90,380	207,414	372,177	851,502	1,438,113	485,083	34,904	65,852	96,553	38,900
Rental income	377,350	346,373	415,373	348,760	396,499	411,991	464,417	418,764	487,216	496,484
Miscellaneous income	86,302	313,889	133,959	251,372	78,615	194,190	118,070	40,180	241,280	215,386
Transfers						(32,008)		(8,678)	(11,602)	
Total governmental activities	76,926,389	81,141,736	85,303,946	91,580,619	97,045,114	96,811,143	101,658,465	101,978,110	106,912,623	110,786,599
Business-type activities:										
Interest earnings						352	251	247	787	754
Transfers						32,008		8,678	11,602	
Total business-type activities						32,360	251	8,925	12,389	754
Total district-wide	\$ 76,926,389	\$ 81,141,736	\$ 85,303,946	\$ 91,580,619	\$ 97,045,114	\$ 96,843,503	\$ 101,658,716	\$ 101,987,035	\$ 106,925,012	\$ 110,787,353
Change in Net Position										
Governmental activities	\$ (1,001,768)	\$ 1,911,886	\$ 1,358,260	\$ 786,825	\$ 804,878	\$ 583,864	\$ 2,330,368	\$ 6,844,510	\$ 15,267,977	\$ 3,403,110
Business-type activities							37,129	64,253	15,768	6,009
Total district	\$ (1,001,768)	\$ 1,911,886	\$ 1,358,260	\$ 786,825	\$ 804,878	\$ 583,864	\$ 2,367,497	\$ 6,908,763	\$ 15,283,745	\$ 3,409,119

Source: CAFR Schedule A-2 and District records.

The District commenced operations of its food service enterprise fund during the 2009 fiscal year.

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

Livingston Board of Education
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

	As of June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved	\$ 479,667	\$ 557,980	\$ 1,134,807	\$ 1,537,326	\$ 1,334,053	\$ 2,507,498	\$ 2,104,121			
Unreserved	1,558,825	2,405,425	2,619,285	2,116,018	2,482,800	2,177,784	1,225,531			
Restricted								\$ 1,529,895	\$ 1,787,522	\$ 2,603,315
Assigned								748,065	1,618,550	1,382,881
Unassigned								2,495,826	2,842,943	2,615,086
Total general fund	<u>\$ 2,038,492</u>	<u>\$ 2,963,405</u>	<u>\$ 3,754,092</u>	<u>\$ 3,653,344</u>	<u>\$ 3,816,853</u>	<u>\$ 4,685,282</u>	<u>\$ 3,329,652</u>	<u>\$ 4,773,786</u>	<u>\$ 6,249,015</u>	<u>\$ 6,601,282</u>
All Other Governmental Funds										
Unreserved, reported in:										
Capital projects fund (deficit)	\$ 60,782	\$ 200,947	\$ 7,514,999	\$ 3,197,968	\$ 28,528,904	\$ 2,888,407	\$ (596,959)			
Debt service fund	50,986	35,223		377,498	1,179,227				\$ 10,013	\$ 53,510
Restricted for capital projects								\$ 23,905,996	5,059,573	3,799,090
Total all other governmental funds	<u>\$ 111,768</u>	<u>\$ 236,170</u>	<u>\$ 7,514,999</u>	<u>\$ 3,575,466</u>	<u>\$ 29,708,131</u>	<u>\$ 2,888,407</u>	<u>\$ (596,959)</u>	<u>\$ 23,905,996</u>	<u>\$ 5,069,586</u>	<u>\$ 3,852,600</u>

Source: CAFR Schedule B-1 and District records.

Note 1: GASB #54 was implemented in the 2011 fiscal year, which required the presentation of governmental fund balances to be reported in different classifications from those presented in prior years (See footnote 1 in the basic financial statements). Prior years have not been restated, nor are they required to be.

Livingston Board of Education
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
Unaudited

	Year Ended June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Tax levy	\$ 66,595,692	\$ 70,352,198	\$ 73,587,647	\$ 76,363,536	\$ 81,093,043	\$ 84,486,478	\$ 89,655,057	\$ 93,008,740	\$ 95,135,065	\$ 96,389,153
Tuition charges	90,127	57,618	69,697	33,559	33,185	104,008	72,370	116,574	53,985	10,083
Interest earnings	90,380	207,414	372,177	851,502	1,438,113	485,083	34,904	65,852	96,553	38,900
Rental income							464,417	418,764	487,216	496,484
Miscellaneous	541,819	744,186	644,467	660,132	563,384	765,056	276,478	154,859	410,544	389,913
State sources	10,371,446	10,692,007	11,525,008	14,394,143	14,701,036	11,905,239	12,852,852	13,348,247	23,681,722	14,600,118
Local sources	1,271		4,196	1,500	1,000	996	13,664	45,108	41,027	41,914
Federal sources	938,218	1,083,142	1,103,076	1,291,708	1,240,393	1,282,968	2,333,699	1,814,448	1,995,202	1,575,461
Total revenue	78,628,953	83,136,565	87,306,268	93,596,080	99,070,154	99,029,828	105,703,441	108,972,592	121,901,314	113,542,026
Expenditures										
Instruction										
Regular and Special Education Instruction	33,883,079	34,941,874	36,492,617	38,437,600	40,383,224	40,681,357	42,786,848	42,024,591	43,186,148	44,293,126
Undistributed:										
Instruction	3,198,767	3,986,907	4,692,136	5,153,028	5,377,117	5,866,152	6,810,121	7,490,876	7,131,761	7,205,470
Attendance and social work	186,837	208,606	215,156	237,866	246,212	246,405	73,647	81,403	62,593	58,889
Health services	708,958	774,669	818,692	850,440	902,524	937,304	956,004	849,055	901,743	919,492
Other support services	5,117,018	5,995,458	5,975,259	5,783,889	5,677,472	6,205,864	6,777,277	6,766,390	7,066,352	6,845,403
Improvement of instruction	1,285,392	1,251,274	1,386,702	1,348,685	1,175,439	1,239,693	1,637,143	1,687,413	1,792,477	1,757,197
School library	897,872	972,945	1,005,743	1,046,354	1,101,165	407,170	1,077,288	1,069,818	1,145,961	1,167,858
Instructional staff training	355,691	518,340	414,712	436,156	423,426	1,142,884	337,040	480,072	452,692	430,027
General administration	1,469,397	1,475,860	1,487,120	1,568,711	1,769,385	1,467,993	1,422,440	1,312,701	1,382,282	1,381,455
School administration	3,176,422	3,356,166	3,602,282	3,701,824	3,818,881	3,931,292	4,067,474	3,986,684	3,904,353	4,100,046
Required maintenance of plant	1,263,484	1,121,576	1,180,371	1,242,931	1,317,379	1,314,523	1,372,954	1,208,903	1,298,926	1,227,905
Operation of plant	3,645,632	3,694,782	4,009,678	4,250,394	4,703,725	5,146,113	5,153,046	5,349,562	5,458,252	5,315,576
Student transportation	2,722,422	2,538,452	2,634,017	3,066,686	3,091,127	3,176,225	3,061,159	2,549,481	2,935,670	3,189,477
Business and oth supp. svces & benefits	10,835,928	11,943,051	12,834,004	13,715,734	14,962,320	15,487,304	16,656,328	15,709,449	15,272,843	15,580,630
On Behalf TPAF social security & pension/medical contributions	5,190,301	5,519,849	6,245,873	9,091,174	9,230,834	5,846,472	6,290,285	6,105,549	7,302,384	9,437,008
Cost of issuance							144,797	96,800		
Capital outlay	3,845,867	2,626,416	3,156,443	6,683,486	20,704,375	28,507,302	8,255,244	19,167,762	34,168,616	4,707,251
Debt service:										
Principal	890,000	975,000	1,015,000	1,055,000	900,000	1,130,000	2,180,000	2,340,000	2,385,000	3,160,000
Interest and other charges	996,572	936,025	820,947	765,867	1,310,295	3,465,062	2,880,139	2,565,316	4,152,840	3,574,080
Total expenditures	79,669,639	82,837,250	87,986,752	98,435,825	117,094,900	126,199,115	111,939,234	120,841,825	140,000,893	114,450,890
Excess (Deficiency) of revenues over (under) expenditures	(1,040,686)	299,315	(680,484)	(4,839,745)	(18,024,746)	(27,169,287)	(6,235,793)	(11,869,233)	(18,099,579)	(908,864)
Other Financing sources (uses)										
Capital leases (non-budgeted)	2,080,691	750,000	750,000	799,464	799,920	1,250,000	1,250,000	750,000	750,000	
Bond proceeds			8,000,000		43,521,000			37,075,000		
Insurance recovery related to other costs of Super Storm Sandy										44,145
Refunding bonds issued							12,405,000			
Premium on bonds issued							873,835			
Payment to refunding bond escrow agent							(13,134,038)			
Transfers in	30,137	333,053	2,749	377,498	1,101,729	610,052	15,290	53,849	815,679	424,584
Transfers out	(30,137)	(333,053)	(2,749)	(377,498)	(1,101,729)	(642,060)	(15,290)	(62,527)	(827,281)	(424,584)
Total other financing sources (uses)	2,080,691	750,000	8,750,000	799,464	44,320,920	1,217,992	1,394,797	37,816,322	738,398	44,145
Net change in fund balances	\$ 1,040,065	\$ 1,049,315	\$ 8,069,516	\$ (4,040,281)	\$ 26,296,174	\$ (25,951,295)	\$ (4,840,996)	\$ 25,947,089	\$ (17,361,181)	\$ (864,719)
Debt service as a percentage of noncapital expenditures	2.5%	2.4%	2.2%	2.0%	2.3%	4.7%	4.9%	4.8%	6.2%	6.1%

Source: CAFR Schedule B-2

Livingston Board of Education
 General Fund Other Local Revenue by Source
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Tuition	Interest	Rentals	Transportation	Misc.	Total
2004	\$ 90,127	\$ 60,243	\$ 377,350	\$ 78,167	\$ 129,246	\$ 735,133
2005	57,618	204,416	346,373	82,695	237,389	928,491
2006	69,697	369,428	415,373	95,135	91,546	1,041,179
2007	33,559	474,004	348,760	60,000	251,372	1,167,695
2008	33,185	336,384	396,499	88,270	78,615	932,953
2009	104,008	80,877	411,991	158,875	194,190	949,941
2010	72,370	19,614	464,417	158,408	118,070	832,879
2011	116,574	12,003	418,764	114,679	40,180	702,200
2012	53,985	80,874	487,216	310,880	89,651	1,022,606
2013	10,083	32,812	496,484	315,153	74,760	929,292

Source: District Records

Livingston Board of Education
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Commercial	Industrial	Apartments	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b
2004	\$ 16,558,000	\$ 735,399,100	\$ 136,800	\$ 172,783,200	\$ 18,677,200		\$ 943,554,600	\$ 1,922,800	\$ 945,477,400	\$ 7.440
2005	18,081,000	744,319,000	136,800	171,727,800	16,140,200		950,404,800	1,715,400	952,120,200	7.730
2006	17,319,300	761,416,000	98,400	156,654,600	16,022,800		951,511,100	1,421,900	952,933,000	8.010
2007	18,823,400	777,972,000	92,400	152,816,100	16,022,800		965,732,700	1,232,000	966,964,000	8.390
2008	17,553,700	785,266,900	82,400	141,261,400	15,766,000		959,946,400	1,363,000	961,309,400	8.789
* 2009	202,453,000	5,983,723,300	740,300	1,285,906,400	121,672,600	\$ 2,658,800	7,597,154,400	12,139,900	7,609,294,300	1.178
2010	169,485,100	5,967,646,796	740,300	1,256,161,078	121,318,500	2,658,800	7,518,010,574	12,139,900	7,530,150,474	1.236
2011	163,904,500	5,947,204,496	740,300	1,206,463,078	115,804,400	2,658,800	7,436,775,574	12,139,900	7,448,915,474	1.277
2012	155,825,800	5,925,469,396	740,300	1,084,979,478	112,693,200	2,658,800	7,282,366,974	12,139,900	7,294,506,874	1.321
2013	142,157,500	5,938,761,771	740,300	1,032,942,678	97,978,100	2,658,800	7,215,239,149	11,213,456	7,226,452,605	1.368

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

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

* Reassessment occurs when ordered by the County Board of Taxation. A reassessment took place during the 2009 fiscal year.

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

b Tax rates are per \$100

Livingston Board of Education
 Direct and Overlapping Governments - Property Tax Rates
 Last Ten Fiscal Years
 (rate per \$100 of assessed value)
 Unaudited

Fiscal Year Ended June 30,	Livingston Township School District			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Livingston Township	Essex County	
2004	\$ 7.23	\$ 0.21	\$ 7.44	\$ 1.88	\$ 2.96	\$ 12.28
2005	7.52	0.21	7.73	1.95	2.95	12.63
2006	7.80	0.21	8.01	2.03	2.90	12.94
2007	8.18	0.21	8.39	2.57	3.11	14.07
2008	8.58	0.21	8.79	2.79	3.19	14.77
2009 *	1.12	0.06	1.18	0.38	0.42	1.98
2010	1.18	0.06	1.24	0.39	0.41	2.04
2011	1.22	0.06	1.28	0.40	0.44	2.12
2012	1.26	0.06	1.32	0.41	0.47	2.20
2013	1.31	0.06	1.37	0.44	0.49	2.30

Source: District Records and Municipal Tax Collector.

* A reassessment was performed in the 2009 fiscal year.

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.

Livingston Board of Education
Principal Property Taxpayers
Current Year and Nine Years Ago
Unaudited

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Livingston Mall	\$ 140,000,000	1	1.88%	\$ 46,311,100	1	4.91%
Livingston Circle Associates	60,602,600	2	0.81%			
CIT Group Inc.	45,938,500	3	0.62%	9,885,800	2	1.05%
Formosa Plastics, Corp., USA	32,969,800	4	0.44%	4,480,000	6	0.47%
Livingston Retirement Care Assoc.	30,250,300	5	0.41%			
Esplanade Livingston, LLC	30,195,000	6	0.41%	5,321,700	5	0.56%
Eastgreen, Inc.	30,175,000	7	0.41%	7,046,300	3	0.75%
Trustee Sears Facilities	29,469,900	8	0.40%			
Daven Ave. LLC	25,714,100	9	0.35%			
G&S Livingston Realty				5,764,000	4	0.61%
Care Two, LLC	22,440,000	10	0.30%			
Allwood Associates	21,500,000	11	0.29%	3,960,300	8	0.42%
Marsag, L.P.	20,000,000	12	0.27%	4,200,000	7	0.45%
Northern LLC	19,786,600	13	0.27%			
Singer Enterprises LLC	17,055,300	14	0.23%			
Prince Development	16,275,900	15	0.22%			
Presidentail Pkwy. Assoc.				2,132,900	9	0.23%
Cedar Hill Golf & Country Club				2,121,300	10	0.22%
Total	<u>\$ 542,373,000</u>		<u>7.29%</u>	<u>\$ 91,223,400</u>		<u>9.67%</u>

Source: Municipal Tax Assessor and Treasurer.

Livingston Board of Education
 Property Tax Levies and Collections
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy Amount	Percentage of Levy	Collections in Subsequent Years
2004	\$ 66,595,692	\$ 66,595,692	100.00%	-
2005	70,352,198	70,352,198	100.00%	-
2006	73,587,647	73,587,647	100.00%	-
2007	76,363,536	76,363,536	100.00%	-
2008	81,093,043	81,093,043	100.00%	-
2009	84,486,478	84,486,478	100.00%	-
2010	89,655,057	89,655,057	100.00%	-
2011	93,008,740	93,008,740	100.00%	-
2012	95,135,065	95,135,065	100.00%	-
2013	96,389,153	96,389,153	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, prior to the end of the school year.

Livingston Board of Education
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities				Total District	Percentage of Personal Income ^a	
	General Obligation Bonds*	Capital Leases	Bond Anticipation Notes	Grant Anticipation Notes		Per Capita ^a	
2004	\$ 19,999,000	\$ 4,886,718	\$ 5,621,000		\$ 30,506,718	0.13%	\$ 40,634
2005	19,024,000	4,564,446	560,000		24,148,446	0.17%	40,634
2006	26,009,000	4,063,484	560,000		30,632,484	0.13%	40,634
2007	24,954,000	3,747,287	None		28,701,287	0.15%	43,951
2008	67,575,000	3,667,898	None		71,242,898	0.07%	46,895
2009	66,445,000	3,974,873	None		70,419,873	0.07%	50,156
2010	64,366,000	4,200,183	9,000,000		77,566,183	0.07%	51,617
2011	99,101,000	3,816,319	None		102,917,319	0.05%	51,617
2012	96,716,000	3,410,771	None	\$ 9,250,000	109,376,771	0.05%	59,342
2013	93,556,000	2,251,617	None	9,250,000	105,057,617	0.06%	60,577

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

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

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

* Does not include bond and notes authorized and not issued of \$23,410,849.

Livingston Board of Education
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds and Notes	Deductions			
2004	\$ 19,999,000		\$ 19,999,000	0.68%	\$ 40,634
2005	19,024,000		19,024,000	0.63%	40,634
2006	26,009,000		26,009,000	0.84%	40,634
2007	24,954,000		24,954,000	0.81%	43,951
2008	67,575,000		67,575,000	2.19%	46,895
2009	66,445,000		66,445,000	0.87%	50,156
2010	73,366,000		73,366,000	0.97%	51,617
2011	99,101,000		99,101,000	1.33%	51,617
2012	105,966,000		105,966,000	1.45%	59,342
2013	102,806,000		102,806,000	1.42%	60,577

Source:

a See J-6 for property tax data.

b Population data can be found in J-14.

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

Livingston Board of Education
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2013
Unaudited

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Share of Overlapping Debt</u>
Debt repaid with property taxes			
Livingston Township	\$ 98,631,328	100.00%	\$ 98,631,328
County of Essex**	1,087,304,236	8.28%	90,028,791
Other debt			
Municipal Utilities Authority	11,697,242	100.00%	<u>11,697,242</u>
Subtotal, overlapping debt			200,357,361
Livingston Township School District Direct Debt*			<u>126,216,849</u>
Total direct and overlapping debt			<u><u>\$ 326,574,210</u></u>

Sources: Livingston Township Finance Officer, Essex County Finance Office and Utility Authorities

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 Livingston. 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.

* Includes bonds and notes authorized but not issued in the amount of \$23,410,849.

** 2011 information (latest available).

Livingston Board of Education
 Legal Debt Margin Information,
 Last Ten Fiscal Years
 Unaudited

Legal Debt Margin Calculation for Fiscal Year 2013

	Equalized valuation basis
	2012 \$ 7,408,308,214
	2011 7,642,354,921
	2010 7,860,738,785
	<u>\$ 22,911,401,920</u>
	Average equalized valuation of taxable property \$ 7,637,133,973
	Debt limit (4 % of average equalization value) \$ 305,485,359
	Net bonded school debt 126,216,849
	<u>\$ 179,268,510</u>

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt limit	\$ 189,775,511	\$ 210,338,918	\$ 264,619,805	\$ 287,774,824	\$ 307,352,168	\$ 313,780,288	\$ 319,449,317	\$ 318,454,434	\$ 315,283,754	\$ 305,485,359
Total net debt applicable to limit	19,999,000	19,024,000	70,090,069	68,475,069	67,575,000	66,445,000	106,651,849	104,311,849	111,176,849	126,216,849
Legal debt margin	<u>\$ 169,776,511</u>	<u>\$ 191,314,918</u>	<u>\$ 194,529,736</u>	<u>\$ 219,299,755</u>	<u>\$ 239,777,168</u>	<u>\$ 247,335,288</u>	<u>\$ 212,797,468</u>	<u>\$ 214,142,585</u>	<u>\$ 204,106,905</u>	<u>\$ 179,268,510</u>
Total net debt applicable to the limit as a percentage of debt limit	10.54%	9.04%	26.49%	23.79%	21.99%	21.18%	33.39%	32.76%	35.26%	41.32%

Source: Abstract of Ratables, Annual Report of the State of New Jersey, Department of the Treasury, Division of Taxation and District Records.

* Includes bonds and notes authorized but not issued in the amount of \$23,410,849.

Livingston Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Year	Population ^a	Personal Income (thousands of dollars) ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2004	27,801	N/A	\$ 40,634	1.7%
2005	27,743	N/A	40,634	2.6%
2006	28,413	N/A	40,634	3.0%
2007	28,119	N/A	43,951	2.8%
2008	27,990	N/A	46,895	2.5%
2009	27,961	N/A	50,156	3.3%
2010	27,584	N/A	51,617	6.4%
2011	27,584	N/A	51,617	6.5%
2012	29,366	N/A	59,342	6.1%
2013	29,526	N/A	60,577	6.2%

Source:

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

^b Personal income data is not available.

^c Per Capita Personal Income information provided by NJ Dept of Labor and Workforce Development.

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

N/A - Not available.

Livingston Board of Education
Principal Employers
Current Year and Nine Years Ago
Unaudited

Information was not available.

Livingston Board of Education
 Full-time Equivalent District Employees by Function/Program
 Last Ten Fiscal Years
 Unaudited

<u>Function/Program</u>	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Instruction										
Regular	370	376	368	377	390	388	388	392	394	397
Special education	49	49	49	50	47	49	50	53	55	59
Support services										
Student & instruction related services	89	90	89	89	94	94	94	95	99	102
General administrative services	20	20	20	20	12	12	12	12	13	13
School administrative services	45	47	46	42	43	43	43	43	42	42
Business administrative services	10	10	10	10	13	13	13	13	12	12
Plant operations and maintenance	53	56	55	54	55	55	55	56	55	57
Pupil transportation	24	26	27	27	28	28	28	27	27	28
Total	660	674	664	669	682	682	683	691	697	710

Source: District Personnel Records

Livingston Board of Education
 Operating Statistics
 Last Ten Fiscal Years
 Unaudited

Pupil/Teacher Ratio

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Elementary	Middle School	High School	Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
2004	5,084	\$ 73,937,200	\$ 14,543	4.92%	419	1:13	1:11	1:11	5,148	4,964	2.37%	96.43%
2005	5,200	78,299,809	15,058	3.54%	369	1:13	1:11	1:11	5,250	5,062	1.98%	96.42%
2006	5,333	82,994,362	15,562	3.35%	385	1:14	1:11	1:11	5,396	5,210	2.78%	96.55%
2007	5,540	89,931,472	16,233	4.31%	427	1:13	1:11	1:11	5,535	5,341	2.58%	96.50%
2008	5,650	94,180,230	16,669	2.69%	437	1:13	1:11	1:11	5,587	5,387	0.94%	96.42%
2009	5,672	93,096,751	16,413	-1.53%	437	1:13	1:11	1:11	5,672	5,438	1.52%	95.87%
2010	5,706	98,479,054	17,259	5.15%	437	1:13	1:11	1:11	5,695	5,485	0.41%	96.31%
2011	5,746	96,671,947	16,824	-2.52%	445	1:13	1:11	1:11	5,740	5,553	0.79%	96.74%
2012	5,734	99,294,437	17,317	2.93%	449	1:13	1:11	1:11	5,732	5,551	-0.14%	96.84%
2013	5,830	103,009,559	17,669	2.03%	456	1:13	1:11	1:11	5,802	5,594	1.22%	96.42%

Sources: District records and ASSA.

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4
- 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).

Livingston Board of Education
School Building Information
Last Ten Fiscal Years
Unaudited

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
District Building										
Elementary										
Burnet Hill Elementary										
Square Feet	51,521	51,521	51,521	51,521	51,521	51,521	51,521	51,521	51,521	51,521
Capacity (students)	412	412	412	412	412	412	412	412	412	412
Enrollment	372	419	427	437	416	435	452	432	413	454
Riker Hill Elementary										
Square Feet	48,279	48,279	48,279	48,279	48,279	48,279	48,279	48,279	48,279	48,279
Capacity (students)	386	386	386	386	386	386	386	386	386	386
Enrollment a	437	440	451	452	427	428	403	423	417	421
Collins Elementary										
Square Feet	48,589	48,589	48,589	48,589	48,589	48,589	48,589	48,589	48,589	48,589
Capacity (students)	389	389	389	389	389	389	389	389	389	389
Enrollment	396	418	431	426	419	415	413	427	424	432
Harrison Elementary										
Square Feet	64,555	64,555	64,555	64,555	64,555	64,555	64,555	64,555	64,555	64,555
Capacity (students)	516	516	516	516	516	516	516	516	516	516
Enrollment	467	487	529	525	531	536	549	535	528	517
Hillside Elementary										
Square Feet	45,168	45,168	45,168	45,168	45,168	45,168	45,168	45,168	45,168	45,168
Capacity (students)	361	361	361	361	361	361	361	361	361	361
Enrollment a	422	439	435	434	439	440	413	401	398	412
Mount Pleasant Elementary										
Square Feet	48,086	48,086	48,086	48,086	48,086	48,086	48,086	48,086	48,086	48,086
Capacity (students)	385	385	385	385	385	385	385	385	385	385
Enrollment	385	385	389	389	412	412	414	428	423	435
Middle Schools										
Heritage										
Square Feet	150,861	150,861	150,861	150,861	150,861	150,861	150,861	150,861	150,861	150,861
Capacity (students)	1,152	1,152	1,152	1,152	1,152	1,152	1,152	1,152	1,152	1,152
Enrollment	773	825	816	813	897	898	929	921	893	921
Mount Pleasant										
Square Feet	87,421	87,421	87,421	87,421	87,421	87,421	87,421	87,421	87,421	87,421
Capacity (students)	667	667	667	667	667	687	687	687	687	687
Enrollment	422	364	421	421	452	451	451	435	477	425
High School										
Livingston High School										
Square Feet	213,351	213,351	213,351	213,351	213,351	302,127	302,127	302,127	302,127	302,127
Capacity (students)	1,413	1,413	1,413	1,413	1,413	1,736	1,736	1,736	1,736	1,736
Enrollment	1,566	1,589	1,644	1,643	1,657	1,657	1,682	1,744	1,761	1,813
Number of Schools at June 30, 2013										
High School = 1										
Elementary = 6										
Middle Schools = 2										

Source: District records, ASSA

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

Livingston Board of Education
 General Fund
 Schedule of Required Maintenance for School Facilities
 Last Ten Fiscal Years
 Unaudited

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

School Facilities	Project # (s)	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Livingston High School	50	\$ 343,815	\$ 363,700	\$ 338,494	\$ 384,428	\$ 368,067	\$ 377,606	\$ 349,446	\$ 327,799	\$ 327,047	\$ 349,479
Heritage Middle School	55	233,302	246,796	229,692	260,860	249,759	247,135	237,309	226,555	214,184	244,105
Mt. Pleasant Middle School	60	159,628	168,860	157,157	178,484	170,888	168,668	160,925	155,053	143,970	164,379
Burnet Hill	70	85,953	90,925	84,623	96,108	92,018	91,852	86,391	81,157	77,629	85,664
Collins	80	73,674	77,936	77,936	82,377	78,871	78,576	77,337	71,782	63,639	73,662
Harrison	90	110,511	116,903	108,801	123,566	118,307	117,814	111,318	107,742	104,581	110,934
Hillside	100	73,674	77,936	77,936	82,377	78,871	78,576	72,744	71,481	59,866	75,051
Mt. Pleasant	110	73,674	77,936	77,936	82,377	78,871	78,576	74,457	70,892	60,530	79,978
Riker Hill	118	73,674	77,936	77,936	82,377	78,871	78,576	73,004	67,910	70,130	80,232
Total School Facilities		<u>1,227,905</u>	<u>\$ 1,298,926</u>	<u>\$ 1,208,903</u>	<u>\$ 1,372,954</u>	<u>\$ 1,314,523</u>	<u>\$ 1,317,379</u>	<u>\$ 1,242,931</u>	<u>\$ 1,180,371</u>	<u>\$ 1,121,576</u>	<u>\$ 1,263,484</u>

Source: District records of required maintenance.

Livingston Board of Education
Insurance Schedule
Year ended June 30, 2013
Unaudited

Type of Coverage	Coverage	Deductible
School Package Policy - General Security Property & Casualty Company:		
Blanket building and contents	\$ 250,000,000	\$ 1,000
Contractors equipment	25,000,000	1,000
Flood/earthquake	10,000,000	1,000
Comprehensive general liability	5,000,000	N/D
Employee benefit liability	5,000,000	1,000
Business Income	500,000	1,000
Auto policy-General Security Property and Casualty Company:		
Liability	5,000,000	N/D
Hired/non-owned	5,000,000	N/D
Uninsured motorist	5,000,000	N/D
Excess Liability	10,000,000	N/D
Boiler and machinery-Hartford Steam Boiler:		
Property damage	100,000,000	1,000
Crime Policy-General Security Property and Casualty Company:		
Public employee dishonesty	500,000	15,000
Forgery or alteration	50,000	1,000
Theft, disappearance and destruction	50,000	1,000
Public Officials Bonds-Universal Bonding/Western Surety:		
Business Administrator	500,000	N/D
Manager of Accounting and Finance	10,000	N/D

Source: District Records
N/D - No deductible

Single Audit Section

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

Independent Auditors' Report

Honorable President and
Members of the Board
Livingston Board of Education
Livingston, New Jersey
County of Essex

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Livingston Board of Education, in the County of Essex, New Jersey (the "District") as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 3, 2013.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



Scott A. Clelland
Licensed Public School Accountant
No. 1049



WISS & COMPANY, LLP

December 3, 2013
Iselin, New Jersey

Report on Compliance For Each Major Federal and State Program and Report on Internal Control Over Compliance

Independent Auditors' Report

Honorable President and
Members of the Board
Livingston Board of Education
Livingston, New Jersey
County of Essex

Report on Compliance for Each Major Federal and State Program

We have audited the Livingston Board of Education, in the County of Essex, New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2013. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

In our opinion, the District complied, in all material respects, with the compliance requirements referred to previously that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB Circular 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 District's internal control over compliance.

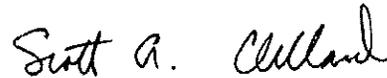
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

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



Scott A. Clelland
Licensed Public School Accountant
No. 1049



WISS & COMPANY, LLP

December 3, 2013
Iselin, New Jersey

Livingston Board of Education
Schedule of Expenditures of Federal Awards
Year ended June 30, 2013

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	June 30, 2012			Carryover Amount	Cash Received	Budgetary Expenditures	Repayment of PY Balances	June 30, 2013		
				Unearned Revenue	(Accounts Receivable)	Due to Grantor					Accounts Receivable	Unearned Revenue	Due to Grantor
General Fund:													
U.S. Department of Education—Passed-Through State													
Passed Through the State Department of Education													
Education Jobs	84.410	7/1/11-8/30/12	\$ 147,404	\$ (88,234)			\$ 88,234						
Total U.S. Department of Education				(88,234)			88,234						
Passed-through the State Department of Education													
U.S. Department of Human Service—Passed-Through													
Passed Through the State Department of Education													
Medicaid Assistance	93.778	7/1/12-6/30/13	8,837				8,837	\$ 8,837					
Total U.S. Department of Human Services													
Passed-through the State Department of Education													
Total general fund				(88,234)			97,071	8,837					
Special Revenue Fund:													
Title I, Part A	84.010A	9/1/11-8/31/12	122,646	(41,274)			41,274						
Title I, Part A	84.010A	9/1/12-8/31/13	139,220				92,212	\$ 139,220		\$ (47,008)			
Title II-A	84.367A	9/1/12-8/31/13	71,165				49,232	71,165		(21,933)			
Title II-A	84.367A	9/1/11-8/31/12	77,358	(54,637)			54,637						
Title III	84.365	9/1/12-8/31/13	20,369				20,369				\$ 20,369		
Title III	84.365	9/1/11-8/31/12	19,694	(3,772)			3,772						
Race to the Top	84.413A	7/1/12-9/30/14	9,768					2,900		(2,900)			
I.D.E.I.A. Part B, Basic	84.027A	9/1/10-8/31/11	1,193,522	(34,793)			34,793						
I.D.E.I.A. Part B, Basic	84.027A	9/1/11-8/31/12	1,230,110	(356,477)			558,322	201,845					
I.D.E.I.A. Part B, Basic	84.027A	9/1/12-8/31/13	1,240,648				940,750	1,096,481		(155,731)			
I.D.E.I.A. Part B, Preschool	84.173A	9/1/11-8/31/12	54,883	(37,500)			37,500						
I.D.E.I.A. Part B, Preschool	84.173A	9/1/12-8/31/13	55,013				23,708	55,013		(31,305)			
Total Special Revenue Fund and U.S. Department of Education Passed-through the State				(528,453)			1,856,569	1,566,624	-	(258,877)	20,369		-
Total Federal Awards				\$ -	\$ (616,687)	\$ -	\$ -	\$ 1,953,640	\$ 1,575,461	\$ -	\$ (258,877)	\$ 20,369	\$ -

See accompanying notes to schedules of expenditures of federal awards and state financial assistance.

Livingston Board of Education

Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2013

State Grants/Program Title	Grant for State Project Number	Grant Period	Award Amount	June 30, 2012		Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Adjustments	June 30, 2013		Cumulative Total Expenditures
				Unearned Revenue	(Accounts Receivable)						Unearned Revenue	(Accounts Receivable)	
State Department of Education													
General Fund:													
Special Education Aid	495-034-5120-089	7/1/12-6/30/13	\$ 2,129,566				\$ 1,938,824	\$ 2,129,566			\$ (190,742)	\$ 2,129,566	
Special Education Aid	495-034-5120-089	7/1/11-6/30/12	1,835,054	\$ (153,803)			133,803						
Transportation Aid	495-034-5120-014	7/1/12-6/30/13	201,508				183,459	201,508			(18,049)	201,508	
Security Aid	495-034-5120-084	7/1/12-6/30/13	85,761				78,080	85,761			(7,681)	85,761	
Extraordinary Aid	100-034-5120-473	7/1/12-6/30/13	916,958					916,958				916,958	
Extraordinary Aid	100-034-5120-473	7/1/11-6/30/12	1,113,073	(1,113,073)			1,113,073				(916,958)		
Additional NonPublic Transportation Aid	Not available		24,260					24,260			(24,260)	24,260	
Additional NonPublic Transportation Aid	Not available		27,465	(27,465)			27,465						
Reimburse TPAP - Social Security	495-034-5095-002	7/1/11-6/30/12	3,168,996	(57,174)			57,174				(165,799)	3,251,414	
Reimburse TPAP - Social Security	495-034-5095-002	7/1/12-6/30/13	3,251,414	(1,331,515)			6,617,493	3,085,615			(1,107,017)	6,609,467	
Total General Fund													
Special Revenue Fund:													
New Jersey Non-Public Aid:													
Textbook Aid	100-034-5120-064	7/1/11-6/30/12	41,158		\$ 353				353			41,158	
Textbook Aid	100-034-5120-064	7/1/12-6/30/13	46,023			46,023		45,365		\$ 658		45,365	
Technology Aid	100-034-5120-373	7/1/12-6/30/13	28,061			28,061		27,499		562		27,499	
Non Public Auxiliary Services (Ch. 192):													
English as a Second Language	7/1/11-6/30/12		1,724		948				948			1,724	
English as a Second Language	7/1/12-6/30/13		853			853						853	
Compensatory Education	7/1/11-6/30/12		54,101		39,730				39,730			54,101	
Compensatory Education	7/1/12-6/30/13		23,410			23,410		11,036			12,374	11,036	
Home Instruction	7/1/12-6/30/13		4,769					4,769		(4,769)		4,769	
Non Public Handicapped Services (Ch. 193):													
Supplemental Instruction	7/1/11-6/30/12		94,004		11,926				11,926			94,004	
Supplemental Instruction	7/1/12-6/30/13		101,201			101,201		71,327			29,874	71,327	
Examination and Classification	7/1/11-6/30/12		193,093		21,559				21,559			193,093	
Examination and Classification	7/1/12-6/30/13		185,369			185,369		163,233			22,136	163,233	
Corrective Speech	7/1/11-6/30/12		123,286		28,435				28,435			123,286	
Corrective Speech	7/1/12-6/30/13		126,334			126,334		83,588			42,966	83,588	
Total Special Revenue Fund													
			105,536		102,951		105,536	105,536			(4,769)	105,536	
			312,353			617,107		312,353				312,353	
Capital Projects Fund:													
New Jersey School Development Authority Grants	Various	7/1/09-completion	22,398,629	(15,604,458)			6,451,388	449,567			(9,402,637)	18,009,897	
Total Capital Projects Fund								449,567				18,009,897	
Debt Service Fund:													
Debt Service Aid	495-034-5120-017	7/1/12-6/30/13	925,447			925,447		925,447				925,447	
Total Debt Service Fund								925,447				925,447	
Total State Financial Assistance													
			\$ 8,496,894		\$ 102,951		\$ 14,611,455	\$ 8,496,894			\$ (10,314,933)	\$ 109,521	
													\$ 26,057,164

See accompanying notes to schedules of expenditures of federal awards and state financial assistance.

Livingston Board of Education

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

Year ended June 30, 2013

1. General

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all expenditures of federal award and state financial assistance programs of the District. The District is defined in Note 1 to the District's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards passed through other government agencies are included on the schedules of expenditures of federal awards and state financial assistance.

2. Basis of Accounting

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

3. Relationship to Basic Financial Statements

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

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

Livingston Board of Education

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

Year ended June 30, 2013

3. Relationship to Basic Financial Statements (continued)

state deferral and recording of the last state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The budgetary basis to the GAAP basis is \$82,669 for the general fund and \$5,346 for the special revenue fund. See Note to Required Supplementary Information for a reconciliation for the budgetary basis to GAAP of accounting for the general and special revenue funds (C-3). Financial award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 8,837	\$ 12,712,392	\$ 12,721,229
Special Revenue Fund	1,566,624	512,712	2,079,336
Capital Projects Fund		449,567	449,567
Debt Service Fund		925,447	925,447
Total financial award revenues	<u>\$ 1,575,461</u>	<u>\$ 14,600,118</u>	<u>\$ 16,175,579</u>

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.

5. Other

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, 2013. The post retirement medical benefits received on-behalf of the District for the year ended June 30, 2013 amounted to \$6,185,594. Since on-behalf post retirement pension and medical benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 04-04 and are not reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

Livingston Board of Education
Schedule of Findings and Questioned Costs
Year ended June 30, 2013

Part I - Summary of Auditors' Results

Financial Statement Section

Type of auditors' report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
Material weakness(es) identified?	_____	Yes <input checked="" type="checkbox"/>	No
Significant deficiency(ies) identified?	_____	Yes <input checked="" type="checkbox"/>	None Reported
Noncompliance material to financial statements noted?	_____	Yes <input checked="" type="checkbox"/>	No

Federal Awards Section

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$300,000</u>		
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/>	Yes	No
Type of auditors' report issued on compliance for major programs:	<u>Unmodified</u>		
Internal control over major programs:			
Material weakness(es) identified?	_____	Yes <input checked="" type="checkbox"/>	No
Significant deficiency(ies) identified?	_____	Yes <input checked="" type="checkbox"/>	None Reported
Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of Circular A-133?	_____	Yes <input checked="" type="checkbox"/>	No

Livingston Board of Education

Schedule of Findings and Questioned Costs

Year ended June 30, Error! **Unknown switch argument.**

Part I - Summary of Auditors' Results

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027A	IDEIA Part B, Basic
84.173A	IDEIA Part B, Preschool

Livingston Board of Education

Schedule of Findings and Questioned Costs

Year ended June 30, 2013

Part I - Summary of Auditors' Results (continued)

State Awards Section

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

\$300,000

Auditee qualified as low-risk auditee?

✓ Yes No

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

Unmodified

Internal control over major programs:

Material weakness(es) identified?

 Yes ✓ No

Significant deficiency(ies) identified?

 Yes ✓ None Reported

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

 Yes ✓ No

Identification of major state programs:

State Grant Number	Name of State Program or Cluster
100-034-5120-473	Extraordinary Aid
495-034-5095-002	Reimbursed TPAF - Social Security

Livingston Board of Education
Schedule of Findings and Questioned Costs
Year ended June 30, 2013

Part II - Schedule of Financial Statement Findings

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

Livingston Board of Education
Schedule of Findings and Questioned Costs

Year ended June 30, 2013

**Part III - Schedule of Federal and State Award
Findings and Questioned Costs**

No compliance or internal control findings noted that are required to be reported in accordance with OMB Circular A-133 or New Jersey OMB Circular 04-04.

Livingston Board of Education
Summary Schedule of Prior Year Audit Findings
Year ended June 30, 2013

Not applicable.