

ALEXANDRIA TOWNSHIP
BOARD OF EDUCATION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

OF THE

**ALEXANDRIA TOWNSHIP BOARD OF EDUCATION
ALEXANDRIA TOWNSHIP, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Prepared by

**ALEXANDRIA TOWNSHIP BOARD OF EDUCATION
DEPARTMENT OF ADMINISTRATION**

**ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
TABLE OF CONTENTS**

INTRODUCTORY SECTION	<u>PAGE</u>
Letter of Transmittal	2
Organizational Chart	3
Roster of Officials	4
Consultants and Advisors	5
FINANCIAL SECTION	
Independent Auditor's Report	7-9
Required Supplementary Information – Part I Management's Discussion and Analysis	11
Basic Financial Statements	
A. District-Wide Financial Statements:	
A-1 Statement of Net Position	14
A-2 Statement of Activities	15
B. Fund Financial Statements	
Governmental Funds:	
B-1 Balance Sheet	17-18
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	19-20
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Proprietary Funds:	
B-4 Statement of Fund Net position	22
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	23
B-6 Statement of Cash Flows	24
Fiduciary Funds:	
B-7 Statement of Fiduciary Fund Net Position	25
B-8 Statement of Changes in Fiduciary Net Position	26
Notes to the Financial Statements	27-56
Required Supplementary Information – Part II	
C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule-General Fund	59-65
C-1A Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual	N/A
C-2 Budgetary Comparison Schedule-Special Revenue Fund	66
Notes to the Required Supplementary Information:	
C-3 Budget-to-GAAP Reconciliation	68

**ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
TABLE OF CONTENTS
(Continued)**

FINANCIAL SECTION (Continued)		<u>PAGE</u>
 Required Supplementary Information – Part III		
L.	Schedule Related to Accounting & Reporting for Pensions (GASB68):	
L-1	Schedule of District's Proportionate Share of the Net Pension Liability-TPAF	70
L-2	Schedule of Pension Contribution-TPAF	70
L-3	Schedule of District's Proportionate Share of the Net Pension Liability-PERS	71
L-4	Schedule of Pension Contribution-PERS	71
 Notes to the Required Supplementary Information - Part III		 72-73
 Other Supplemental Information		
D.	School Level Schedule	75
E.	Special Revenue Fund:	
E-1	Combining Schedule of Revenue and Expenditures Special Revenue Fund-Budgetary Basis	77
F.	Capital Projects Fund:	
F-1	Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis	79
F-2	Schedule of Project Revenues, Expenditures, Project Balance and Project Status-Budgetary Basis	80
G.	Proprietary Funds	
	Enterprise Fund:	
G-1	Statement of Fund Net Position	82
G-2	Statement of Revenues, Expenses and Changes in Fund Net Position	83
G-3	Statement of Cash Flows	84
H.	Fiduciary Funds:	
H-1	Combining Statement of Fiduciary Fund Net Position	86
H-2	Statement of Changes in Fiduciary Net Position	87
H-3	Student Activity Agency Fund Statement of Changes in Assets and Liabilities	88
H-4	Payroll Agency Fund Statement of Changes in Assets and Liabilities	88
I.	Long-Term Debt:	
I-1	Schedule of Serial Bonds	90
I-2	Debt Service Fund Budgetary Comparison Schedule	91

**ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
TABLE OF CONTENTS
(Continued)**

	<u>PAGE</u>
STATISTICAL SECTION (Unaudited)	
Table of Contents	93
J-1 Net Position by Component	94
J-2 Changes in Net Position	95-97
J-3 Fund Balances, Governmental Funds	98
J-4 Changes in Fund Balances, Governmental Funds	99
J-5 General Fund-Other Local Revenues by Source	100
J-6 Assessed Value and Actual Value of Taxable Property	101
J-7 Direct and Overlapping Property Tax Rates	102
J-8 Principal Property Taxpayers	103
J-9 Property Tax Levies and Collections	104
J-10 Ratios of Outstanding Debt by Type	105
J-11 Ratios of General Bonded Debt Outstanding	106
J-12 Direct and Overlapping Governmental Activities Debt	107
J-13 Legal Debt Margin Information	108
J-14 Demographic and Economic Statistics	109
J-15 Principal Employers	110
J-16 Full Time Equivalent District Employees by Function/Program	111
J-17 Operating Statistics	112
J-18 School Building Information	113
J-19 Required Maintenance	114
J-20 Insurance Schedule	115
SINGLE AUDIT SECTION	
K-1 Independent Auditor's Report-Government Auditing Standards	117-118
K-2 Independent Auditor's Report-OMB Circular A-133	119-121
K-3 Schedule of Expenditures of Federal Awards, Schedule A	122
K-4 Schedule of Expenditures State Financial Assistance, Schedule B	123
K-5 Notes to the Schedules of Awards and Financial Assistance	124-125
K-6 Schedule of Findings and Questioned Costs	126-128
K-7 Summary Schedule of Prior Audit Findings	128

INTRODUCTORY SECTION

ALEXANDRIA TOWNSHIP BOARD OF EDUCATION
"Honoring Our Past, Celebrating Our Present, Creating Our Future"

Arthur C. Pfefferle, Sr. Wing

557 County Road 513

Pittstown, New Jersey 08867

(908) 996-6811

FAX (908) 996-3375

Scott A. Saccal, President
 Patrick McGuinness, Vice President

David E. Pawlowski
 School Business Administrator/Board Secretary
 pawlowskid@alexandriaschools.org

October 28, 2015

Honorable President and
 Members of the Board of Education
 Alexandria Township
 County of Hunterdon, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report (CAF) of the Alexandria Township Board of Education for the fiscal year ending June 30, 2015 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation rests with the management of the Board of Education.

To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operation of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Some districts publish a comprehensive annual financial report (CAFR). A CAFR is the District's official annual financial report, containing the basic financial statements as well as introductory material; additional statements and schedules; and other financial, economic, and demographic information.

Basically the CAFR contains these three sections: introductory, financial, and the statistical sections. The contents of these three sections include:

- Introductory section, including a letter of transmittal
- Financial section, which includes the auditor's report, Management's Discussion and Analysis (MD&A), basic financial statements, required supplemental information (RSI), combining and individual fund financial statements and schedules
- Statistical section

The introductory section is the CAFR's first major section. As the name implies, this section introduces the reader to the CAFR. It includes the following:

- Cover
- Title Page
- Table of Contents
- Transmittal Letter
- Listing of Board Members and Administrators
- Organizational Chart

The financial section consists of the MD&A, the auditor's report, the basic financial statements including notes to the financial statements, RSI, and the combining and individual fund statements.

The CAFR's last section is the statistical section, which presents comparative data for several periods of time.

School districts must prepare financial statements in accordance with the provision of GASB Statement No. 34.

A. REPORTING ENTITY AND ITS SERVICES: The Alexandria Township Board of Education is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board as established by the National Council on Governmental Accounting Statement No. 3. All funds and account groups of the District are included in this report. The Alexandria Township Board of Education and its two schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels pre-kindergarten through 8. These include regular, as well as special education services. Accelerated programs, enrichment opportunities for all students, and self-contained multiple disabilities program in the Alexandria Middle School.

The District also offers an integrated preschool program at the Lester D. Wilson School. This program generated tuition revenue for each regular education preschool student at \$6,000 per student for a full day 10 month program. Transportation for these students is the responsibility of the parents.

The Board of Education authorized the submission of the New Jersey Interdistrict Public School Choice Program application on October 20, 2010. In April 2011, the District received notice that we were chosen to participate in the school choice program commencing with the 2011-12 school year. The District receives Choice Aid for each student received.

District enrollment as of June 30, 2015, was 486 students.

B. ALEXANDRIA MIDDLE SCHOOL EXPANSION PROJECT:

On September 25, 2001, the voters approved a \$6,541,000 referendum for an expansion and renovation project at the Alexandria Middle School by a margin of 471 to 446.

Of the \$6,541,000, under the Educational Facilities Construction and Financing Act, a State grant in the amount of \$1,585,988 was received throughout the life of the project as certain milestones were met.

The Board of Education, on June 10, 2002, authorized the sale of \$4,955,000 in registered School Bonds that would mature in the principal amounts on July 15, 2004, and each July 15 through 2017.

Interest payments commenced on January 15, 2003, and were due each January 15 and July 15 through 2017.

On November 23, 2013, the Board of Education determined that the current tax-exempt interest rate environment may enable it to realize going-forward debt service savings for the taxpayers through the issuance by the Board of Refunding School Bonds, Series 2010 to refund all or a portion of its outstanding callable 2002 School bonds in the amount of \$2,595,000 maturing on July 15, 2012 through July 15, 2017.

On February 25, 2011 the Board of Education sold its School Refunding Series 2011. The sale resulted in a debt service savings considerably greater than the three percent (3%) savings minimum requirement by the State. The bonds were sold at a 4.618% present value savings. The yields on each annual maturity of the Bonds ranged from 0.800% to 2.630%.

Additionally, the Board of Education put \$100,000 of capital reserve funds toward the Refunding of School Bonds to yield a true \$225,383 in gross savings with a present value of \$210,254.

C. LESTER D. WILSON SCHOOL PROJECT

Entrance Enhancement: On June 27, 2013, the Alexandria Township Board of Education authorized the Spiezle Architectural Group to submit a security vestibule project for the Lester D. Wilson School as a Grant for a School Facilities Project. As of July 1, 2015, this project is complete. The conversion of a classroom to office space, redesign of security doors, and enhanced video camera system ensures a secure entrance to the school.

D. QUALITY SINGLE ACCOUNTABILITY CONTINUUM (QSAC): The Quality Single Accountability Continuum is the Department of Education's monitoring and evaluation system for public school districts. The system shifts the monitoring and evaluation focus compliance to assistance, capacity-building and improvement. It is a single

comprehensive accountability system that consolidates federally required improvements. The system focuses on monitoring and evaluating school districts in five key components which, based on research, have been identified to be key factors in effective school districts. These components are:

- Instruction and program;
- Personnel;
- Fiscal Management;
- Operations: and
- Governance.

Pursuant to the requirements of N.J.A.C. 6A:30, the District submitted the QSAC district performance review (DPR) in November 2012. Based on that performance review following are the results, including county office verification of the District's self-assessment:

- | | |
|---------------------------|------|
| ● Instruction and program | 91% |
| ● Fiscal management | 100% |
| ● Operations | 95% |
| ● Personnel | 100% |
| ● Governance | 100% |

Based on that performance review in which the District satisfied at least 80% of the QSAC indicators in all five DPR areas, the District has been designated as high performing.

On March 6, 2013, the State Board of Education certified the District for a period of three years as providing a thorough and efficient education, in accordance with N.J.S.A. 18A:7A-14

E. INTERNAL ACCOUNTING CONTROLS: The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The internal control structure is designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognized that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of Federal and State financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance

with applicable laws and regulations related to those programs. Annual evaluations of the District's internal control structures validate the effectiveness of these oversight entities.

F. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to insure compliance with legal provisions embodied in the annual appropriate budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund, and for the Debt Service Fund.

G. ACCOUNTING SYSTEM AND REPORT: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standard Board. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements".

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

I. CASH MANAGEMENT: The investment policy of the District is guided in large part by State statute as detailed in "Notes to the Financial Statements". The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUPA). GUPA was enacted in 1970 to protect Governmental Units from 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.

J. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and content, and fidelity bonds.

K. OTHER INFORMATION: Independent audit – State statutes require an annual audit by an independent certified public accountant or registered municipal accountant. The accounting firm of William M. Colantano, Jr., Certified Public Accountant, was appointed by the Board of Education to conduct the annual audit. In addition to meeting the requirements set forth in State statutes, the audit is also designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and State Treasury Circulate letter 15-08 OMB, and GASB Statement No. 34. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

L. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Alexandria Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school District and thereby contributing their full support to the development and maintenance of our financial operation.

Respectfully Submitted,



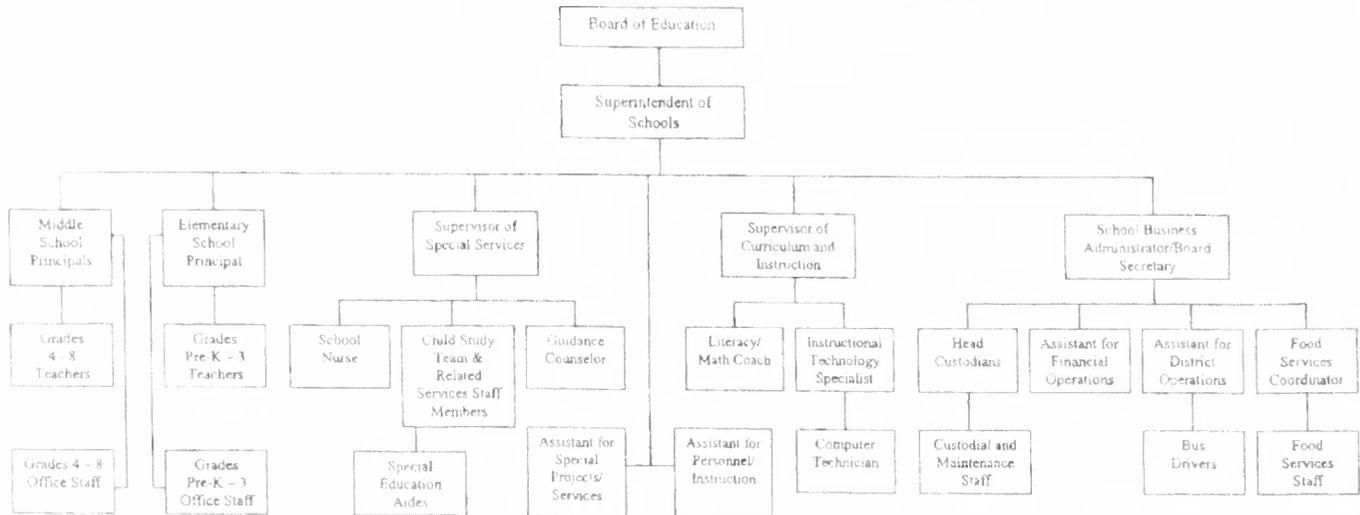
Matthew J. Jennings, Ed.D.
Superintendent



David E. Pawlowski
School Business Administrator/
Board Secretary

ADMINISTRATION
1110/page 1 of 1
Organizational Chart

1110 ORGANIZATIONAL CHART



Adopted: 25 June 2009



ALEXANDRIA TOWNSHIP BOARD OF EDUCATION
PITTSTOWN, NEW JERSEY

Roster of Officials
June 30, 2015

Members of the Board of Education

Term Expires

Amy DiPaolo	2015
Elizabeth A. Kelly	2017
Joseph Krouse	2016
Douglas E. Linden, Jr.	2015
Patrick D. McGuinness, Vice President	2015
Joan M. Monaco	2016
Scott A. Saccal, President	2016
Christopher R. Kassai	2017
Brian P. Walsh	2017

Other Officials

Matthew J. Jennings	Superintendent of Schools
David E. Pawlowski	School Business Administrator/Board Secretary
Ellen Kluber	Treasurer

**ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
CONSULTANTS AND ADVISORS**

Audit Firm

William M. Colantano, Jr., CPA
100 Route 31 North
Washington, New Jersey 07882-1530

Architect

Spiezle Group, Inc.
120 Sanhican Drive
Trenton, New Jersey 08618

Attorneys

Adams, Gutierrez & Lattiboudere, LLC
1037 Raymond Blvd.
Suite 900
Newark, New Jersey 07102

Official Depository

Investors Savings Bank
555 Old Highway 22
Clinton, New Jersey 08809

FINANCIAL SECTION

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

October 28, 2015

Honorable President and
Members of the Board of Education
Alexandria Township School District
County of Hunterdon, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Alexandria Township School District (the District) in the County of Hunterdon, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, the schedule of and the schedule of state financial assistance as required by NJ OMB 15-08 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 combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 28, 2015 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 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.



William M. Colantano, Jr.
Public School Accountant
No. CS 0128

REQUIRED SUPPLEMENTARY INFORMATION-PART I

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

This section of the Alexandria Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2015. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

- In total, net position increased \$185,910, which represents a 2.81 percent increase from 2014.
- General revenues accounted for \$12,401,703 in revenue or 96.82 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions for \$406,994 or 3.15 percent to total revenues of \$12,808,697.
- Total assets of governmental activities increased by \$104,432 as cash and cash equivalents increased by \$454,920, receivables decreased by \$68,274 and capital assets decreased by \$282,214.
- The School District had \$12,658,347 in expenses; only \$406,994 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$12,251,353 were adequate to provide for these programs.
- Among major funds, the General Fund had \$10,578,641 in revenues and \$10,480,646 in expenditures. After accounting for net transfers out of \$14,563 the General Fund's balance increased \$83,432 over 2014.

Overview of the Financial Statements

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

- The first two statements are **district-wide financial statements** that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are **fund financial statements** that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.

Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited

- The **governmental funds statements** tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.
- **Proprietary funds** statements offer short- and long-term financial information about the activities the District operates like businesses such as food services.
- **Fiduciary funds** statements provide information about the financial relationships in which the District acts as a trustee or agent for the benefit of others, such as student activities.

District-Wide Statements

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

The two district-wide statements report the District's net position and how they have changed. Net position – the difference between the district's assets and liabilities – is one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating. To assess the District's overall health, you need to consider additional non-financial factors such as changes in the District's property tax base, the condition of school buildings and other facilities, current laws in New Jersey restricting revenue growth, and required educational programs.

In the district-wide financial statements, the District's activities are divided into two categories:

- **Governmental activities:** Most of the District's basic services are included here, such as instruction, special education, support services, operation and maintenance of plant facilities, pupil transportation, administration, and extracurricular activities.
- **Business-type activities:** This service is provided on a charge for goods and services basis to cover the costs of certain services it provides. The food service is reported as business activity.

Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited

Reporting the School District's Most Significant Funds

Fund Financial Statements

The fund financial statements provide more detailed information about the District's fund, focusing on its most significant funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. The School District uses many funds to account for a multitude of financial transactions. Some funds are required by State law while the District establishes other funds to control and manage money for particular purposes such as repaying long-term debts and to show that it is properly using certain revenues such as federal grants.

The District has three kinds of funds:

Governmental funds: Most of the District's basic services are included in government funds, which focus on how money flows into and out of those funds and the balances left at the year-end that are available for spending. The government funds statements provide a detailed short-term view that helps you determine whether there are more or fewer resources that can be spent in the future to finance the District's programs. The relationship (or difference) between governmental activities (reported in the Statement of Net Assets and Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise funds: The District's enterprise funds are the same as its business-type activities but provide more detail and additional information.

Fiduciary funds: The District is the trustee, or fiduciary, for assets that belong to others, such as the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use assets to finance its operations.

Financial Analysis of the District as a Whole

The Statement of Net Position provides the perspectives of the District as a whole, showing assets, liabilities, and the difference between them (net position). Net position may serve over time as a useful indicator of a district'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.

**Alexandria Township School District
Alexandria Township**

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

Table 1 provides a summary of the District's net position at 6/30/15 with comparisons to 6/30/14.

		Table 1 Net Position		Variance	
				6/30/15	6/30/14
ASSETS					
Current & Other Assets	\$ 1,216,740	\$ 813,426	\$ 403,314	49.58	
Capital Assets	9,154,909	9,444,389	(289,480)	(3.07)	
Total Assets	<u>10,371,649</u>	<u>10,257,815</u>	<u>113,834</u>	1.11	
Deferred Outflows of Resources:					
Deferred Amount of Pension Liability	408,833	64,654	344,179	532.34	
LIABILITIES					
Long-Term Liabilities	3,508,713	3,642,123	(133,410)	(3.66)	
Other Liabilities	351,296	59,800	291,496	487.45	
Total Liabilities	<u>3,860,009</u>	<u>3,701,923</u>	<u>158,086</u>	4.27	
Deferred Inflows of Resources:					
Deferred Amount of Pension Liability	114,017	-	114,017	*	
NET POSITION					
Net Investment in Capital Assets	7,854,909	7,749,389	105,520	1.36	
Restricted	561,672	419,353	142,319	33.94	
Unrestricted	<u>(1,610,125)</u>	<u>(1,548,196)</u>	<u>(61,929)</u>	4.00	
Total Net Position	<u>\$ 6,806,456</u>	<u>\$ 6,620,546</u>	<u>\$ 185,910</u>	2.81	

* = Undefined

The negative balance in unrestricted net assets is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 Accounting and Financial Reporting for Pensions which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

**Alexandria Township School District
Alexandria Township**

11.4

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

Table 2 provides a summary of the District's changes in net position in fiscal year 2015 with comparisons to fiscal year 2014.

**Table 2
Changes in Net Position**

	Fiscal Year Ending		Variance	
	6/30/15	6/30/14	Dollars	%
Revenues				
Program Revenues:				
Charges for Services	\$ 189,949	\$ 267,290	\$ (77,341)	(28.94)
Operating Grants	217,045	225,754	(8,709)	(3.86)
General Revenues:				
Property Taxes	8,101,555	7,924,026	177,529	2.24
Unrestricted Grants	4,287,048	2,689,321	1,597,727	59.41
Other	13,100	38,695	(25,595)	(66.15)
Total Revenues	<u>12,808,697</u>	<u>11,145,086</u>	<u>1,663,611</u>	14.93
Program Expenses				
Instruction:				
Regular	5,270,025	4,592,538	677,487	14.75
Special	1,818,896	1,502,895	316,001	21.03
Other	90,308	110,865	(20,557)	(18.54)
Support Services:				
Tuition	15,910	54,240	(38,330)	(70.67)
Student & Instructional Staff	2,404,459	2,049,436	355,023	17.32
General & Business Administration	1,056,653	700,417	356,236	50.86
School Administration	453,372	452,038	1,334	0.30
Maintenance	952,788	893,769	59,019	6.60
Transportation	431,754	410,871	20,883	5.08
Food Service	114,333	126,623	(12,290)	(9.71)
Interest on Long-Term Debt	49,849	90,269	(40,420)	(31.92)
Total Expenses	<u>12,658,347</u>	<u>10,983,961</u>	<u>1,674,386</u>	15.24
Increase (Decrease) in Net Position	<u>\$ 150,350</u>	<u>\$ 161,125</u>	<u>\$ (10,775)</u>	(6.69)

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the school district operations. Property taxes made up 72.20 percent of revenues for governmental activities for the Alexandria Township School District for the fiscal year 2015. The district's total governmental revenues on a district wide basis were \$11,221,634 for the year ended June 30, 2015.

**Alexandria Township School District
Alexandria Township**

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

The total cost of all governmental expenses and services on a district wide basis was \$11,167,702.

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

Table 3 provides a summary of the School District's cost of governmental services in fiscal years 2015 and 2014.

**Table 3
Cost of Governmental Services**

	Total Cost of Services		Net Cost of Services	
	6/30/15	6/30/14	6/30/15	6/30/14
Instruction	\$ 7,179,229	\$ 6,206,298	\$ 6,916,538	\$ 5,867,369
Support Services:				
Tuition	15,910	54,240	15,910	30,257
Student & Instructional Staff	2,404,459	2,049,436	2,387,498	2,049,436
General & Business Administration	1,056,653	700,417	1,056,653	700,417
School Administration	453,372	452,038	453,372	452,038
Plant Operations & Maintenance	952,788	893,769	947,543	884,786
Pupil Transportation	431,754	410,871	431,754	410,871
Food Service	114,333	126,623	(7,764)	5,474
Interest on Long-Term Debt	49,849	90,269	49,849	90,269
Total Expenses	<u>\$ 12,658,347</u>	<u>\$ 10,983,961</u>	<u>\$ 12,251,353</u>	<u>\$ 10,490,917</u>

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

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

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

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

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

Curriculum and staff development includes expenses related to planning, research, development, and evaluation of support services, as well as the reporting of this information internally and to the public.

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

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

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

The School District's Funds

All governmental funds, General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund, presented in the fund-bases statements are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$11,211,634 and expenditures were \$11,167,702. The net change in fund balance for the year was a increase of \$53,932.

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.

General Fund Budgeting Highlights

The Alexandria Township School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances.

Budgets are prepared in December/January with revenue information made available in February/March and a public vote on the school district budget, if necessary, in November. The fiscal year runs from July 1 through June 30. Changes occur over that 18-month period.

Unanticipated shifts in enrollment, staffing needs, students requiring special services, uncertain energy costs, and unfunded programs are often mandated after a budget is adopted.

The District builds a budget to meet the needs of its students based on the information and projections that are available during the budget cycle.

**Alexandria Township School District
Alexandria Township**

11.7

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

During the course of the 2015 fiscal year, the District amended its General Fund Budget by transferring funds as needed to prevent over-expenditures in specific line item accounts and to respond to a reduction in state aid and additional special education costs.

Capital Assets

At the end of the fiscal year 2015, the District had \$9,154,909 invested in land, buildings, furniture, equipment, construction in progress, and vehicles, net of accumulated depreciation.

Table 4 provides a summary of the School District's capital assets net of depreciation at 6/30/15 with comparisons to 6/30/14.

**Table 4
Capital Assets at Year-end
(Net of Depreciation)**

	6/30/15	6/30/14	Variance	
			Dollars	%
Land	\$ 155,364	\$ 155,364		
Construction in Progress	59,498	14,514	\$ 44,984	309.94
Land Improvements	153,690	174,850	(21,160)	(12.10)
Buildings & Improvements	8,631,416	8,902,294	(270,878)	(3.04)
Furniture & Equipment	154,941	197,367	(42,426)	(21.50)
Total	\$ 9,154,909	\$ 9,444,389	\$ (289,480)	(3.07)

Table 5 provides a summary of the District's outstanding debt at 6/30/15 with comparisons to 6/30/14.

**Table 5
Outstanding Debt at Year-end**

	6/30/15	6/30/14	Variance	
			Dollars	%
General Obligation Bonds	\$ 1,300,000	\$ 1,695,000	\$ (395,000)	(23.30)
Compensated Absences	244,877	231,752	13,125	5.66
PERS Net Pension Liability	1,913,209	1,639,947	273,262	16.66
Unamortized Bond Premiums	50,627	75,424	(24,797)	(32.88)
	\$ 3,508,713	\$ 2,002,176	\$ (133,410)	(6.66)

Factors Bearing on the District's Future

The Alexandria Township School District is in good financial condition although at the time these financial statements were prepared and audited, the District was not aware of existing circumstances that could affect its financial health in the future.

**Management's Discussion and Analysis
For The Fiscal Year Ended June 30, 2015
Unaudited**

A concern is with the increased reliance on local property taxes to support the District's programs. Additionally, health benefit costs are rising in the double digits. Future finances are not without challenges.

On January 26, 2012 the Alexandria Township Board of Education passed a resolution to eliminate the vote on the annual budget and to move the election of school board members to the general election in November. P.L. 2011, Chapter 202 legislation provides districts this option. This eliminates the vote on the annual school budget which shall be within the statutory cap and becomes effective for the 2012-13 budget.

Alexandria Township is primarily a residential community, with very few ratables; thus the burden is focused on homeowners to bear the tax burden.

New Jersey school districts have no taxing authority. Municipalities collect all property taxes for their respective communities and pay over to the other government agencies what is collected on their behalf. The municipalities pay over to the school districts the exact amount approved by the voters or, in the case of a budget defeat, the amount agreed to by the municipalities and Board of Education.

In conclusion, the Alexandria Township School District has committed itself to financial excellence for many years. In addition, the District's system for financial planning, budgeting, and internal financial controls are well regarded. The District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School 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 financial information, contact the School Business Administrator/Board Secretary at Alexandria Township Board of Education, 557 County Road 513, Pittstown, NJ 08867.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2015

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Cash & Cash Equivalents	\$ 463,153	\$ 25,058	\$ 488,211
Receivables, Net	193,863	1,997	195,860
Inventory		5,762	5,762
Restricted Assets:			
Capital Reserve Account-Cash	250,147		250,147
Maintenance Reserve Account-Cash	252,160		252,160
Capital Projects Fund Cash	24,600		24,600
Capital Assets, Net (Note 4)			
Land	155,364		155,364
Other Capital Assets, Net of Depreciation	8,945,088	54,457	8,999,545
Total Assets	<u>10,284,375</u>	<u>87,274</u>	<u>10,371,649</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount of Pension Liability	<u>408,833</u>	<u>-</u>	<u>408,833</u>
LIABILITIES			
Accounts Payable	307,293	7,541	314,834
Accrued Interest	23,833		23,833
Unearned Revenue	5,983	6,646	12,629
Long-Term Liabilities (Note 5):			
Due Within One Year	439,797		439,797
Due Beyond One Year	3,068,916		3,068,916
Total Liabilities	<u>3,845,822</u>	<u>14,187</u>	<u>3,860,009</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amount of Pension Liability	<u>114,017</u>	<u>-</u>	<u>114,017</u>
NET POSITION			
Net Investment in Capital Assets	7,800,452	54,457	7,854,909
Restricted For:			
Capital Projects	59,365		59,365
Capital Reserve	250,147		250,147
Maintenance Reserve	252,160		252,160
Unrestricted	<u>(1,628,755)</u>	<u>18,630</u>	<u>(1,610,125)</u>
TOTAL NET POSITION	<u>\$ 6,733,369</u>	<u>\$ 73,087</u>	<u>\$ 6,806,456</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
			Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental Activities:								
Instruction:								
Regular	\$ 3,074,727	\$ 2,195,298	\$ 91,559	\$ 51,600		\$ (5,126,866)		\$ (5,126,866)
Special Education	1,033,615	746,850		119,532		(1,660,933)		(1,660,933)
Other Special Instruction	23,033	15,398				(38,431)		(38,431)
Other Instruction	86,174	4,134				(90,308)		(90,308)
Support Services:								
Tuition	15,910					(15,910)		(15,910)
Students & Instruction Related Services	1,481,093	923,366		16,961		(2,387,498)		(2,387,498)
General & Business Administration Services	821,501	235,152				(1,056,653)		(1,056,653)
School Administration Services	285,720	167,652				(453,372)		(453,372)
Plant Operations & Maintenance	803,188	149,600	5,245			(947,543)		(947,543)
Pupil Transportation	421,475	10,279				(431,754)		(431,754)
Interest on Long-Term Debt	49,849					(49,849)		(49,849)
Total Governmental Activities	8,096,285	4,447,729	96,804	188,093	\$ -	(12,259,117)	\$ -	(12,259,117)
Business-Type Activities:								
Food Service	114,333		93,145	28,952			7,764	7,764
Total Business-Type Activities	114,333	-	93,145	28,952	-	-	7,764	7,764
Total Primary Government	\$ 8,210,618	\$ 4,447,729	\$ 189,949	\$ 217,045	\$ -	(12,259,117)	7,764	(12,251,353)
<u>General Revenues, Transfers & Special Items</u>								
Property Taxes Levied for General Purposes						7,646,655		7,646,655
Property Taxes Levied for Debt Service						454,900		454,900
Federal & State Aid Not Restricted						4,287,048		4,287,048
Investment Earnings						9,821	54	9,875
Miscellaneous Income						3,225		3,225
Total General Revenues and Special Items						12,401,649	54	12,401,703
Change in Net Position						142,532	7,818	150,350
Net Position-Beginning						6,590,837	65,269	6,656,106
Net Position-Ending						\$ 6,733,369	\$ 73,087	\$ 6,806,456

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Govern- mental Funds
ASSETS					
Cash & Cash Equivalents	\$ 462,370	\$ 783			\$ 463,153
Receivables from Other Governments:					
Federal					-
State	157,603		\$ 35,560		193,163
Other Accounts Receivable	700				700
Restricted Cash & Equivalents	502,307		24,600		526,907
TOTAL ASSETS	<u>\$ 1,122,980</u>	<u>\$ 783</u>	<u>\$ 60,160</u>	<u>\$ -</u>	<u>\$ 1,183,923</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 306,498		\$ 795		\$ 307,293
Unearned Revenue	5,200	\$ 783			5,983
Total Liabilities	<u>311,698</u>	<u>783</u>	<u>795</u>	<u>\$ -</u>	<u>313,276</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015
(Continued)

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Govern- mental Funds
LIABILITIES AND FUND BALANCES (Cont'd)					
Fund Balances:					
Restricted Fund Balance:					
Excess Surplus-Designated for Subsequent Year's Expenditures	\$ 22,927				\$ 22,927
Capital Project Fund Balance			\$ 59,365		59,365
Committed Fund Balance:					
Capital Reserve Account	250,147				250,147
Maintenance Reserve Account	252,160				252,160
Assigned Fund Balance:					
Year-End Encumbrances	55,102				55,102
Unassigned Fund Balance	230,946				230,946
Total Fund Balances	<u>811,282</u>	<u>\$ -</u>	<u>59,365</u>	<u>\$ -</u>	<u>870,647</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,122,980</u>	<u>\$ 783</u>	<u>\$ 60,160</u>	<u>\$ -</u>	

Amounts reported for governmental activities in the Statement of Net Assets (A-1) are different because:

Capital assets used in government activities are not financial resources & therefore are not reported in the funds. The cost of the assets is and the accumulated depreciation is	\$ 15,463,599 <u>6,363,147</u>	9,100,452
Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in the funds		294,816
Long-term liabilities, including bonds payable, are not due & payable in the current period & therefore are not reported as liabilities in the funds		(3,508,713)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.		<u>(23,833)</u>
		<u>\$ 6,733,369</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Fund
REVENUES					
Local Sources:					
Local Tax Levy	\$ 7,646,655			\$ 454,900	\$ 8,101,555
Tuition-Individuals	91,559				91,559
Interest Earned on Capital Reserve Funds	822				822
Interest on Investments	8,999				8,999
Miscellaneous	8,470				8,470
Total	7,756,505	\$ -	\$ -	454,900	8,211,405
State Sources	2,822,136				2,822,136
Federal Sources		188,093			188,093
Total Revenues	10,578,641	188,093	-	454,900	11,221,634
EXPENDITURES					
Current:					
Instructional:					
Regular Instruction	3,023,127	51,600			3,074,727
Special Education Instruction	914,083	119,532			1,033,615
Other Special Instruction	23,033				23,033
Other Instruction	86,174				86,174
Support Service & Undistributed Costs:					
Tuition	15,910				15,910
Student & Instruction Related Services	1,464,132	16,961			1,481,093
General & Business Administrative Services	821,501				821,501
School Administrative Services	285,720				285,720
Plant Operations & Maintenance	803,188				803,188
Pupil Transportation	421,475				421,475
Unallocated Benefits	2,599,394				2,599,394

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Fund
EXPENDITURES (Cont'd)					
Capital Outlay	\$ 921		\$ 44,063		\$ 44,984
Debt Service:					
Principal				\$ 395,000	395,000
Interest & Other Charges	21,988			59,900	81,888
Total Expenditures	<u>10,480,646</u>	<u>\$ 188,093</u>	<u>44,063</u>	<u>454,900</u>	<u>11,167,702</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>97,995</u>	<u>-</u>	<u>(44,063)</u>	<u>-</u>	<u>53,932</u>
Other Financing Sources (Uses):					
Operating Transfers In			14,563		14,563
Operating Transfers Out	(14,563)				(14,563)
Total Other Financing Sources (Uses)	<u>(14,563)</u>	<u>-</u>	<u>14,563</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	83,432	-	(29,500)	-	53,932
Fund Balances, July 1	<u>727,850</u>	<u>-</u>	<u>88,865</u>	<u>-</u>	<u>781,155</u>
Fund Balances, June 30	<u>\$ 811,282</u>	<u>\$ -</u>	<u>\$ 59,365</u>	<u>\$ -</u>	<u>\$ 870,647</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Total Net Changes in Fund Balances-Governmental Fund (from B-2)	\$	53,932
<p>Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expenses. This is the amount by which depreciation exceeds capital outlays in the period:</p>		
Capital Outlays	\$	44,984
Depreciation Expense	<u>(327,198)</u>	(282,214)
<p>Repayment of debt principal and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and are not reported in the statement of activities:</p>		
Debt Principal Payments		395,000
<p>Governmental funds report the effect of bond issue premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:</p>		
Amortization of Bond Premium		24,797
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense</p>		
		(43,100)
<p>In the statement of activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.</p>		
		7,242
<p>In the statement of activities, compensated absences & early retirement benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		<u>(13,125)</u>
Change in Net Position of Governmental Activities	<u>\$</u>	<u>142,532</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015

	<u>Food Service Fund</u>
ASSETS	
Current Assets:	
Cash & Cash Equivalents	\$ 25,058
Receivables from Other Governments:	
State	101
Federal	1,896
Inventory	5,762
Total Current Assets	<u>32,817</u>
Noncurrent Assets:	
Capital Assets	121,296
Less: Accumulated Depreciation	66,839
Total Noncurrent Assets	<u>54,457</u>
Total Assets	<u>87,274</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	7,541
Unearned Revenues-Commodities	4,240
Unearned Revenues-Prepaid Sales	2,406
Total Liabilities	<u>14,187</u>
NET POSITION	
Net Investment in Capital Assets	54,457
Unrestricted	<u>18,630</u>
TOTAL NET POSITION	<u>\$ 73,087</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Food Service Fund</u>
Operating Revenues:	
Charges for Services:	
Daily Sales-Reimbursable Programs	\$ 59,164
Daily Sales-Nonreimbursable Programs	33,981
Total Operating Revenues	<u>93,145</u>
Other Expenses:	
Cost of Sales-Reimbursable Programs	32,776
Cost of Sales-Non Reimbursable Programs	18,825
Salaries	33,184
Employee Benefits	5,194
Supplies and Materials	4,042
Insurance	3,361
Management Fee	7,385
Other Purchased Services	2,300
Depreciation	7,266
Total Operating Expenses	<u>114,333</u>
Operating Income (Loss)	<u>(21,188)</u>
Nonoperating Revenues (Expenses):	
State Sources:	
State School Lunch Program	1,018
Federal Sources:	
National School Lunch Program:	
Cash Assistance	17,817
Non Cash Assistance (Commodities)	8,685
Healthy Hunger Free Kids Act	1,432
Interest Earned on Investments	54
Total Nonoperating Revenues (Expenses)	<u>29,006</u>
Change in Net Position	7,818
Net Position, Beginning	<u>65,269</u>
Net Position, Ending	<u>\$ 73,087</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 92,942
Payments to Food Service Management Co	(97,949)
Payments to Vendors (Net)	(30)
Net Cash Provided by (Used For) Operating Activities	(5,037)
Cash Flows from Noncapital Financing Activities:	
State Sources	1,076
Federal Sources	19,175
Net Cash Provided by (Used For) Noncapital Financing Activities	20,251
Cash Flows from Investing Activities:	
Interest Earned on Investments	54
Net Cash Provided by (Used For) Investing Activities	54
Net Increase (Decrease) in Cash and Cash Equivalents	15,268
Cash and Cash Equivalents, Beginning	9,790
Cash and Cash Equivalents, Ending	\$ 25,058
Reconciliation of Operating Income (Loss) to Net Cash Provide by (Used for) Operating Activities:	
Operating Income (Loss)	\$ (21,188)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:	
Depreciation	7,266
Federal Food Donation Program	8,685
(Increase) Decrease in Inventory	(1,384)
Increase (Decrease) in Accounts Payable	516
Increase (Decrease) in Unearned Revenues	1,068
Net Cash Provided by (Used For) Operating Activities	\$ (5,037)

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2015

	Unemployment Compensation Fund	Student Activity Agency Fund	Payroll Agency Fund
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash & Cash Equivalents	\$ 82,523	\$ 57,738	\$ 17,960
Due from Other Funds	<u>1,424</u>		
TOTAL ASSETS	<u>83,947</u>	<u>\$ 57,738</u>	<u>\$ 17,960</u>
LIABILITIES			
Due to Other Funds			\$ 1,424
Due to Student Groups		\$ 57,738	
Payroll Deductions & Withholdings			<u>16,536</u>
TOTAL LIABILITIES	<u>-</u>	<u>\$ 57,738</u>	<u>\$ 17,960</u>
NET POSITION	<u>\$ 83,947</u>		

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund
	<u> </u>
ADDITIONS	
Employee Contributions	\$ 9,165
Investment Earnings-Interest	<u>273</u>
Total Additions	9,438
DEDUCTIONS	
Unemployment Claims	<u>9,947</u>
	9,947
Change in Net Position	(509)
Net Position, Beginning of the Year	<u>84,456</u>
Net Position, End of the Year	<u><u>\$ 83,947</u></u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of the Alexandria Township School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local 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 accounting policies of the District are described below.

The Basic Financial Statements Include:

A Management's Discussion and Analysis (MD&A) providing an analysis of the Districts overall financial position and results of operations.

Basic financial statements prepared using full-accrual accounting for all of the District's activities.

A. Reporting Entity

The District is a Type II district located in the County of Hunterdon, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year-terms. The purpose of the district is to educate students in Grades K-8. The District had an approximate enrollment at June 30, 2015 of 486 students.

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

1. The organization is legally separate (can sue or be sued in their own name.)
2. The District holds the corporate powers of the organization.
3. The District appoints a voting majority of the organization's board.
4. The District is able to impose its will on the organization.
5. The organization has the potential to impose a financial benefit/ burden on the District.
6. There is a fiscal dependency by the organization on the District.

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) 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.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students 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 are excluded from the government-wide financial statements. The District has elected to treat all of its governmental funds as major funds and they are reported as separate columns in the fund financial statements.

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 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 revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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, early retirement, arbitrage rebates, and post employment healthcare benefits, are recorded only when payment is due.

Property taxes, tuition and interest 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 period. As under New Jersey State Statute, a municipality is required to remit to its school district the entire property tax balance, 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. All other revenue items are considered to be measurable and available only when the District receives cash.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Amounts reported as program revenues include 1) charges to students for tuition, fees, rental, material, supplies, or services, 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 property taxes, and unrestricted state aids.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted, as they are needed.

The District reports 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 noninstructional equipment, which are classified in the Capital Outlay sub fund.

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The District accounts for the proceeds of specific revenue sources from State and Federal Government (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes in the Special Revenue Fund.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Additionally, the District Reports the Following Fund Types:

Proprietary Fund Types

Proprietary Fund - The focus of Proprietary Fund measurement is upon determination of net income, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

Enterprise Fund - The Enterprise 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 or services to the students on a continuing basis are financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund.

All proprietary funds are accounted for on a current financial resources measurement focus. This means that all assets and liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (total net position) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
Light Trucks & Vehicles	4 Years
Heavy Trucks & Vehicles	6 Years

Fiduciary Fund Types

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/ or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations. The following is a description of the Trust and Agency Funds of the District.

Unemployment Compensation Trust Fund - This fund is used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the "Benefit Reimbursement Method."

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Fiduciary Fund Types (Cont'd)

Student Activities Agency Fund - This fund is used to account for funds derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities.

Payroll Agency Fund - This fund accounts for the withholding and remittance of employee salary deductions.

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 office and, if necessary, are voted upon at the annual school election in November. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in NJAC 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2015 were insignificant.

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Encumbrances

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in Governmental Funds other than the Special Revenue Fund are reported as reservations of fund balances at fiscal yearend as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenues at fiscal year end.

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

F. Tuition Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

G. Tuition Payable

Tuition charges for the fiscal years 2014-2015 and 2013-2014 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Short-Term Interfund Receivables/Payables

Short-Term Interfund receivables/payables represents amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

I. Inventories and Prepaid Items

Inventories and prepaid items, which benefit future periods, other than those recorded in the Enterprise Fund are recorded as an expenditure during the year of purchase.

Enterprise Fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as a unearned revenue as title does not pass to the school district until the commodities are used. Prepaid items in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2015.

J. Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

J. Capital Assets (Cont'd)

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

All reported capital assets, except for land and construction in progress, of the District are depreciated using the straight-line method over the following estimated lives:

Assets	Years
Buildings	50
Building Improvements & Portable Classroom	50
Land Improvements	20
Furniture	20
Maintenance Equipment	15
Musical Instruments	10
Athletic Equipment	10
Audio Visual Equipment	10
Office Equipment	5 to 10
Computer Equipment	5 to 10
Vehicle	5

K. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by Governmental Accounting Standards Board statement number 16 (GASB 16), "Accounting for Compensated Absences." A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

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

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated by vesting balances as of the balance sheet date for which a payment is probable. Salary related payments for the employer's share of social security and medicare taxes are included.

For the government-wide statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, in the fund financial statements, all of the compensated absences are considered long-term and therefore are not a fund liability. This represents a reconciling item between the fund and government-wide presentations.

L. Unearned Revenue

Unearned revenue in the General Fund and Special Revenue Fund represents cash, which has been received but not yet earned. See Note 1 (E) regarding the Special Revenue Fund.

Unearned revenue in the Enterprise Fund includes United States government commodity inventories at year-end. The aid revenue associated with this commodity inventory is deferred until it is used in the operations of the Food Service Fund. Prepaid lunch debit card revenue balances at year-end are also included in unearned revenue.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

M. Long-Term Obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts 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.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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 issuance are reported as other financing uses.

N. Fund Balances-Governmental Funds

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

- Non-Spendable—includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- Restricted—includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.
- Committed—includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.
- Assigned—includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.
- Unassigned—includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned.

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

O. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain immaterial amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

P. Allocation of Indirect Expenses

Certain expenses, which have not been charged to a specific function in the District's fund financial statements, have been allocated to the functions for the government-wide statements. Employee benefits, on-behalf TPAF pension contributions, reimbursed TPAF social security contributions and compensated absences accruals have been allocated based on salaries by function. Depreciation expense which was not specifically identified by function has been allocated based on the current year expenses by function.

NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the municipality, the municipality's local school districts, and the county, the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in NJSA 54:4 et seq. Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special districts.

Tax bills are mailed annually in June. The taxes are due August 1 and November 1 respectively, and are adjusted to reflect the current fiscal year's total tax liability. The preliminary taxes due February 1 and May 1 of the succeeding fiscal year are based upon one-half of the current year's total tax.

Tax installments not paid on or before the due date are subject to interest penalties of eight percent per annum on the first \$1,500 of the delinquency and eighteen percent per annum on any amount in excess of \$1,500. Pursuant to Chapter 75, PL 1991, the governing body may also fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the calendar year. The penalty so fixed shall not exceed six percent of the amount of the delinquency. These interest and penalties are the highest permitted under the New Jersey statutes. Delinquent taxes are annually included in a tax sale in accordance with New Jersey statutes.

School taxes are guaranteed as to amount of collection by the municipality, the collection agency, and are transmitted to the school district in accordance with the schedule of tax installments as certified by the school district's Board of Education on an annual basis.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

NJSA 17:9-41 e.t. 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 saving 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 at June 30, 2015 appear in the financial statements as summarized below:

Cash		\$ <u>1,173,345</u>
	<u>Ref.</u>	
Unrestricted Cash:		
Governmental Funds, Balance Sheet	B-1	\$ 463,153
Enterprise Fund, Statement of Net Position	B-4	25,058
Fiduciary Funds, Statement of Net Position	B-7	158,227
Restricted Cash:		
Governmental Funds, Balance Sheet	B-1	<u>526,907</u>
Total Cash		\$ <u>1,173,345</u>

Deposits – The District's carrying amount of bank deposits at June 30, 2015 is \$1,173,345 and the bank balance is \$1,269,287. Of the bank balance, \$250,000 is covered by federal depository insurance and \$1,019,287 is insured by GUDPA.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Deposit and Investment Risk

GASB Statement No. 40 "Deposit and Investment Risk Disclosures" requires state and local governments to communicate key information about deposit and investment risks. Required disclosures are as follows:

1. Custodial credit risk disclosures are required for:
 - deposits that are uninsured and either (a) uncollateralized or (b) collateralized with securities held by the pledging financial institution, or its trust department or agent but not in the government's name
 - Investment securities that are uninsured, are not registered in the name of the government, and are held by either (a) the counterparty or (b) the counterparty's trust department or agent but not in the government's name

As the district has no such investments, this disclosure is not applicable.

2. Credit quality ratings for investments in debt securities, external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. As the district has no such investments, this disclosure is not applicable.
3. Disclosure of investments by amount and issuer for any issuer that represents five percent of more of total investments. This requirement does not apply to investments issued or explicitly guaranteed by the US government and investments in mutual funds or pools. This disclosure is reported below under Concentration of Credit Risk.
4. Interest rate risk disclosures are required for all debt investments and non-money market like pools. As the district has no such investments, this disclosure is not applicable.
5. Investments that are exposed to foreign currency risk should be disclosed. As the district has no such investments this disclosure is not applicable.

Concentration of Credit Risk

The State of New Jersey does not place any limit on the amount that the district may invest with any one issuer. As of June 30, 2015, the district had no investments.

NOTE 4. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
GOVERNMENTAL ACTIVITIES				
Capital Assets, Not Being				
Depreciated:				
Land	\$ 155,364			\$ 155,364
Construction in Progress	14,514	\$ 44,984		59,498
Total	<u>169,878</u>	<u>44,984</u>	<u>\$ -0-</u>	<u>214,862</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 4. CAPITAL ASSETS (Cont'd)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
GOVERNMENTAL ACTIVITIES				
Capital Assets, Being Depreciated:				
Land Improvements	\$ 818,584			\$ 818,584
Building & Improvements	13,726,514			13,726,514
Furniture & Equipment	703,639			703,639
Total	<u>15,248,737</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>15,248,737</u>
Accumulated Depreciation:				
Land Improvements	643,733	21,161		664,894
Building & Improvements	4,824,220	270,878		5,095,098
Furniture & Equipment	567,996	35,159		603,155
Total	<u>6,035,949</u>	<u>327,198</u>	<u>-0-</u>	<u>6,363,147</u>
Total Capital Assets, Being Depreciated, Net	<u>9,212,788</u>	<u>(327,198)</u>	<u>-0-</u>	<u>8,885,590</u>
Governmental Activities Capital Assets, Net	<u>\$ 9,382,666</u>	<u>\$ (282,214)</u>	<u>\$ -0-</u>	<u>\$ 9,100,452</u>
Business-Type Activities:				
Furniture & Equipment	\$ 121,296			\$ 121,296
Less: Accum Depreciation	<u>59,573</u>	<u>\$ 7,266</u>		<u>66,839</u>
Business-Type Activities Capital Assets, Net	<u>\$ 61,723</u>	<u>\$ (7,266)</u>	<u>\$ -0-</u>	<u>\$ 54,457</u>
Depreciation expense was charged to governmental functions in the current year as follows:				
Instruction:				
Regular	\$ 147,489			
Special Education	49,581			
Other Special Instruction	1,105			
Co-Curricular Activities	4,134			
Support Services:				
Student & Instruction	71,045			
General & Business Admin	39,406			
School Administration	13,705			
Maintenance	<u>733</u>			
Total Depreciation Expense, Governmental Activities	<u>\$ 327,198</u>			

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 5. LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2015 is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds Payable	\$ 1,695,000		\$ 395,000	\$ 1,300,000	\$ 415,000
Unamortized Bond Premium	75,424		24,797	50,627	24,797
PERS Net Pension Liability	1,639,947	\$ 273,262		1,913,209	
Compensated Absences Payable	<u>231,752</u>	<u>32,548</u>	<u>19,423</u>	<u>244,877</u>	
Total Governmental Activities Long-Term Liabilities	<u>\$ 3,642,123</u>	<u>\$ 305,810</u>	<u>\$ 439,220</u>	<u>\$ 3,508,713</u>	<u>\$ 439,797</u>

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The other long-term debts are paid in the current expenditures budget of the District's general fund.

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2015 including interest payments are listed as follows:

<u>Year Ending June 30, _____</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 415,000	\$ 43,700	\$ 458,700
2017	430,000	26,800	456,800
2018	<u>455,000</u>	<u>9,100</u>	<u>464,100</u>
	<u>\$ 1,300,000</u>	<u>\$ 79,600</u>	<u>\$ 1,379,600</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 5. GENERAL LONG-TERM DEBT (Cont'd)

General Obligation Bonds – General obligation school building bonds payable at June 30, 2015, with their outstanding balances are comprised of the following individual issues:

\$2,450,000 – 2011 refunding school building bonds, interest at 2.00% to 4.00% due in annual installments beginning July 15, 2012 to July 15, 2017	<u>\$ 1,300,000</u>
--	---------------------

The general obligation bonded debt of the District is limited by state law to 3.00% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2015 is \$23,429,382. General obligation debt at June 30, 2015 is \$1,300,000, resulting in a legal debt margin of \$22,129,382.

NOTE 6. 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), Public Employees' Retirement System (PERS) and the Defined Contribution Retirement Program (DCRP). The PERS and TPAF systems are sponsored and administered by the State of New Jersey. The DCRP system is administered by Prudential Financial for the Division of Pensions and Benefits. 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 and Defined Contribution Retirement Program are considered cost sharing multiple-employer plans.

A. Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrprts.shtml.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS

A. Public Employees' Retirement System (PERS) (Cont'd)

The vesting and benefit provisions are set by NJSA 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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

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

Allocation Methodology and Reconciliation to Financial Statements

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense excluding that attributable to employer-paid member contributions are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedules of pension amounts by employer. The allocation percentages for each group as of June 30, 2014 and 2013 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal years ended June 30, 2014 and 2013, respectively.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented in the Division's schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2014 and 2013. Employer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer may result in immaterial differences.

Contributions

The contribution policy for PERS is set by NJSA 15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For Fiscal years 2014 and 2013, the State's pension contribution was less than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, PL 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Collective Net Pension Liability and Actuarial Information

Components of Net Pension Liability

The components of the District's allocable share of the net pension liability for PERS as of June 30, 2014 and 2013 are as follows:

	<u>2014</u>	<u>2013</u>
Total Pension Liability	\$ 3,992,573	\$ 3,198,233
Plan Fiduciary Net Position	<u>2,079,364</u>	<u>1,558,286</u>
Net Pension Liability	<u>\$ 1,913,209</u>	<u>\$ 1,639,947</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.08%	48.72%

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

Inflation Rate	3.01%
Salary Increases (Based on Age):	
2012-2021	2.15%-4.40%
Thereafter	3.15%-5.40%
Investment Rate of Return	7.90%

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

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Discount Rate

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

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

The following presents the collective net pension liability of the District as of June 30, 2014 and 2013, respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

	2014
At Current Discount Rate (5.39%)	\$ 1,913,209
At a 1% Lower Rate (4.39%)	2,406,882
At a 1% Higher Rate (6.39%)	1,498,649
	2013
At Current Discount Rate (5.55%)	\$ 1,639,947
At a 1% Lower Rate (4.55%)	2,041,518
At a 1% Higher Rate (6.55%)	1,303,484

Collective Deferred Outflows of Resources and Deferred Inflows of Resources

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -0-	\$ -0-
Changes of assumptions	60,162	
Net difference between projected and actual earnings on pension plan investments		114,017

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Collective Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in proportion and differences between District contributions and proportionate share of contributions	\$ 264,430	
District contributions subsequent to the measurement date	<u>84,241</u>	<u> </u>
Total	<u>\$ 408,833</u>	<u>\$ 114,017</u>

The amount reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (ie for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) of \$84,241 will be recognized as a reduction of the net pension liability in the year ended June 30, 2015.

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the year ended June 30, 2014:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Deferred Outflows of Resources:				
Changes of Assumptions	\$ -0-	\$ 71,221	\$ 11,059	\$ 60,162
Deferred Inflows of Resources:				
Difference Between Projected and Actual Earnings on Pension Plan Investments	-0-	142,521	28,504	<u>114,017</u>
Net of Deferred Outflows/(Inflows)				<u>\$ (53,855)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding employer specific amounts, deferrals from District contributions subsequent to the measurement date, and deferrals from change on proportion) will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	
2015	\$ (17,445)
2016	(17,445)
2017	(17,445)
2018	(17,445)
2019	11,059
Thereafter	<u>4,866</u>
Total	<u>\$ (53,855)</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Expense

For the year ended June 30, 2015, the District recognized net pension expense of \$127,341 which represents the District's proportionate share of allocable plan pension expense of \$98,363 plus the net amortization of deferred amounts from changes in proportion of \$48,608 plus the pension expense related to specific liabilities of individual employers of \$495 and less other adjustments to the net pension liability of \$20,125. The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the year ending June 30, 2014 are as follows:

Service Cost	\$ 89,515
Interest on Total Pension Liability	211,203
Member Contributions	(49,022)
Administrative Expense	1,493
Expected Investment Return Net of Investment Expense	(136,773)
Pension Expense Related to Specific Liabilities of Individual Employers	(608)
Recognition of Deferred Inflows/Outflows of Resources:	
Amortization of Assumption Changes or Inputs	11,059
Amortization of Projected Versus Actual Investment Earnings on Pension Plan Investments	(28,504)
Pension Expense	<u>\$ 98,363</u>

B. Teacher's Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

B. Teacher's Pension and Annuity Fund (TPAF) (Cont'd)

The following represents the membership tiers for TPAF:

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

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

Special Funding Situation

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

B. Teacher's Pension and Annuity Fund (TPAF) (Cont'd)

For purposes of reporting required by GASB Statement No. 68, Accounting and Financial Reporting for Pensions, the District's proportionate share of allocable net pension liability, employer pension expense and related revenue, non-employer contributions and their allocable proportionate percentage for fiscal years ending June 30, 2014 and 2013 is as follows:

	<u>2014</u>	<u>2013</u>
Net Pension Liability	\$ 27,224,093	\$26,394,040
Employer Pension Expense & Related Revenue	1,464,912	N/A
Non-Employer Contribution	216,374	338,242
Allocable Proportionate Percentage	.0509368589%	.0522248731%

C. Defined Contribution Retirement Program

The Defined Contribution Retirement Program (DCRP) was established under the provisions Ch 92, PL 2007 and expanded under the provisions of Ch 89, PL 2008 and Ch 1, PL 2010 to provide eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Employees eligible to enroll in the program include the following: First, employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007 who earn salary in excess of maximum compensation limits. Also, employees otherwise eligible to enroll in the TPAF and PERS who do not earn the minimum salary (\$8,200 in 2015) but who earn salary of at least \$5,000 annually are eligible to participate. The program administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program Web Site: www.prudential.com/njdcprp.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statement 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, PO Box 295, Trenton, New Jersey 08625-0295.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

Contribution Requirements

The contribution policy is set by state statutes and contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Significant legislation which became effective October 1, 2011 will gradually increase the employee contribution rate for PERS and TPAF members. Effective October 1, 2011 the rate increased from 5.50% to 6.50% of annual contractual compensation for employees enrolled in the TPAF and PERS pension plans. The rate will increase each year on the first of July over a seven year phase-in period until the withholding rate reaches 7.50% effective July 1, 2018. Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. Employers are required to contribute at an actuarially determined rate in TPAF, PERS and DCRP. The actuarially determined contribution includes funding for cost-of-living adjustments, non-contributory death benefits and post-retirement medical premiums. Under current statute, the Board is a noncontributing employer of the TPAF.

Three-Year Trend Information for TPAF (Paid On-Behalf of the District)

<u>Year</u> <u>Funding</u>	<u>TPAF</u> <u>Benefit Costs</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>
06/30/15	\$ 712,567	100%
06/30/14	568,795	100%
06/30/13	719,028	100%

Three-Year Trend Information for PERS

<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>
06/30/15	\$ 84,963	100%
06/30/14	64,654	100%
06/30/13	72,043	100%

During the year ended June 30, 2015, the State of New Jersey contributed \$437,179 to the TPAF for post-retirement medical benefits and \$18,483 for the non-contributory insurance premiums and \$256,905 for TPAF normal costs and accrued liability costs on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$356,937 during the year ended June 30, 2015 for the employer's share of social security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 27.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 7. POST-RETIREMENT BENEFITS

Chapter 384 of PL 1987 and Ch 6 of PL 1990 required TPAF and 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 PL 2007, Ch 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. As of June 30, 2014, there were 103,432 retirees eligible for post-retirement medical benefits and the state contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with Ch 62, PL 1994. Funding of post-retirement medical benefits changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

The State is also responsible for the cost attributable to Ch 126, PL 1992, 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. In fiscal year 2014, the State paid \$165.8 million toward Ch 126 benefits for 18,122 eligible retired members.

GASB Statement 45 requires certain disclosures relating to governmental entities obligations for other post-employment benefits (OPEB), which are post-employment benefits other than pensions. The District's only material OPEB obligation is for healthcare provided to eligible retirees through the NJ State Health Benefits Program.

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

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. The school district adopted a resolution to participate in the SHBP. The States Health Benefits Commission is the executive body established by the statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, PO Box 295, Trenton, NJ 08625-0295 or by visiting their website at (www.nj.gov/treasury/pensions).

Funding Policy-Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. Information regarding the State's annual contributions, annual OPEB cost and net OPEB obligations is available through the State as noted in the previous paragraph.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 8. DEFERRED COMPENSATION

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

Metropolitan Life
 Equitable Life Assurance
 Waddell and Reed Financial Services

NOTE 9. INTERFUND RECEIVABLE AND PAYABLES

There were no Interfund balances as of June 30, 2015.

NOTE 10. INVENTORY

Inventory in the Food Service Fund June 30, 2015 consisted of the following:

Food	\$	4,928
Supplies		834
Total	\$	5,762

NOTE 11. CONTINGENT LIABILITIES

The District is involved in various legal proceedings that are incidental to its operations. These legal proceedings are not likely to have a material adverse effect on the financial position of the School District.

NOTE 12. RISK MANAGEMENT

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

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 12. RISK MANAGEMENT (Cont'd)

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

<u>Fiscal Year</u>	<u>Board Contrib</u>	<u>Interest Earnings</u>	<u>Employee Contrib</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ -0-	\$ 273	\$ 9,165	\$ 9,947	\$ 83,947
2013-2014	-0-	258	9,337	12,568	84,456
2012-2013	-0-	248	18,293	9,885	87,429

NOTE 13. LEGAL RESERVE ACCOUNTS

A capital reserve account was established by the District by inclusion of \$1 on September 26, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the districts approved 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 deposit funds into the capital reserve at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to NJAC 6:23A-5.1 (d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Beginning in fiscal year 2008, Districts are allowed as per NJSA 18A:7F-41(a) & 41(b) to deposit to the legal reserves by board resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited \$30,000 to their Capital Reserve Account and \$120,000 to their Maintenance Reserve Account by board resolution in June 2015 as summarized in the following schedule.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 13. LEGAL RESERVE ACCOUNTS (Cont'd)

The following schedule is a summarization of the Legal Reserve Accounts for the current year:

Reserve Type	Beginning Balance	District Contribution	Interest Earnings	Return Unused With drawal	With drawal	Ending Balance
Capital	\$ 233,888	\$ 30,000	\$ 822		\$ 14,563	\$ 250,147
Maintenance	132,160	120,000				252,160
	<u>\$ 366,048</u>	<u>\$ 150,000</u>	<u>\$ 822</u>	<u>\$ -0-</u>	<u>\$ 14,563</u>	<u>\$ 502,307</u>

NOTE 14. FUND BALANCES-BUDGETARY BASIS

As described in Note 1 N-Fund Equity (Fund Balance) may be restricted, committed or assigned. An analysis of the General Fund Balance on June 30, 2015 and 2014 is as follows:

	2015	2014
Committed:		
Capital Reserve Account-Represents funds restricted to capital projects in the District's Long Range Facilities Plan.	\$ 250,147	\$ 233,888
Maintenance Reserve-Represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (18A:76-9)	252,160	132,160
Restricted:		
Excess Surplus-Represents amount in excess of allowable percentage. In accordance with state statute, the excess surplus is designated for utilization in succeeding year's budgets		22,927
Excess Surplus-Designated for Subsequent Year's Expenditures-represents amount in excess of allowable percentage appropriated in the succeeding year's budget to reduce tax requirements.	22,927	30,467
Assigned:		
Year End Encumbrance-Represents fund balance committed for purchase orders that have been issued but goods or services were not received as of June 30,	55,102	108,093
Unassigned:		
Undesignated-Represents fund balance which has not been restricted or designated.	<u>389,535</u>	<u>363,058</u>
Total Fund Balance	<u>\$ 969,871</u>	<u>\$ 890,593</u>

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with NJSA 18A:7F-7, as amended by PL 2004, Ch 73 (S1701), the designation for Reserved Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund, fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2015 is \$-0-.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 16: SUBSEQUENT EVENTS

The District has evaluated subsequent events through October 28, 2015, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

The following is a list of recent accounting pronouncements which are not yet effective as of the year end date of this report:

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

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 73 "Accounting and Financial Reporting for Pensions and Related Assets that are not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68". This statement, which is effective for fiscal periods beginning June 15, 2015 and June 15, 2016 for pension systems not within the scope of GASB 68, is not expected to have an effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 74 "Financial Reporting for Postemployment Benefits Other than Pension Plans". This statement, which is effective for fiscal periods beginning June 15, 2016, is expected to have a nominal effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75 "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions". This statement, which is effective for fiscal periods beginning June 15, 2017, is expected to have a nominal effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 76 "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments". This statement, which is effective for fiscal periods beginning June 15, 2015, is not expected to have an effect on the District's financial reporting.

In August 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 77 "Tax Abatement Disclosures". This statement, which is effective for fiscal periods beginning December 15, 2015, is not expected to have an effect on the District's financial reporting.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 18. RESTATEMENT OF PRIOR YEAR NET POSITION

During the fiscal year ending June 30, 2015, the District has determined that a restatement of its prior year net position is necessary. Due to changes in accounting principles resulting from the issuance of Government Accounting Standards Board's (GASB) Statement No. 68, for pension liabilities, adjustments to the net position for the net pension liability and deferred outflows of resources as of the measurement date of June 30, 2014 are necessary. The following is a summary of the District's restatement of net position as of June 30, 2014:

	<u>Governmental Activities</u>
Net Position, June 30, 2014 as Originally Stated	\$ 8,130,571
Add: Additional State Project Grant	35,560
Deferred Outflow of Resources for Pension Activity	64,654
Less: PERS Net Pension Liability as of June 30, 2014	<u>(1,639,947)</u>
Net Position, June 30, 2014 as Restated	<u>\$ 6,590,837</u>

NOTE 19. DEFICIT BALANCE IN UNRESTRICTED NET POSITION

The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2015 of \$1,628,755 on schedule A-1 "Statement of Net Position". The deficit balance is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 Accounting and Financial Reporting for Pensions which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

REQUIRED SUPPLEMENTARY INFORMATION-PART II

BUDGETARY COMPARISON SCHEDULES

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	\$ 7,646,655		\$ 7,646,655	\$ 7,646,655	
Tuition-Individuals	135,000		135,000	91,559	\$ (43,441)
Interest on Capital Reserve Funds	2,000		2,000	822	(1,178)
Interest on Investments				8,999	8,999
Rent and Royalites	8,000		8,000	5,245	(2,755)
Miscellaneous-Unrestricted	24,456		24,456	3,225	(21,231)
Total	7,816,111	\$ -	7,816,111	7,756,505	(59,606)
State Sources:					
Categorical Special Education Aid	335,552		335,552	335,552	
Equalization Aid	644,612		644,612	644,612	
Categorical Security Aid	42,678		42,678	42,678	
Categorical Transportation Aid	253,247		253,247	253,247	
Adjustment Aid	16,472		16,472	16,472	
School Choice Aid	356,776	(50,968)	305,808	305,808	
PARCC Readiness Aid	4,750		4,750	4,750	
Per Pupil Growth Aid	4,750		4,750	4,750	
Extraordinary Special Education Costs Aid		1,074	1,074	134,899	133,825
Nonpublic Transportation Aid				5,710	5,710
On-Behalf TPAF Pension Contribution				275,388	275,388
On-Behalf TPAF Post Retirement Medical Benefits				437,179	437,179
Reimbursed TPAF Social Security Contribution				356,937	356,937
Total	1,658,837	(49,894)	1,608,943	2,817,982	1,209,039
TOTAL REVENUES	\$ 9,474,948	\$ (49,894)	\$ 9,425,054	\$ 10,574,487	\$ 1,149,433
EXPENDITURES					
Current:					
Instruction-Regular Program:					
Salaries of Teachers:					
Preschool	\$ 67,729	\$ (67,729)			
Kindergarten	218,876	(70,033)	\$ 148,843	\$ 146,786	\$ 2,057
Grades 1-5	1,456,239	34,861	1,491,100	1,463,373	27,727
Grades 6-8	1,199,182	(55,902)	1,143,280	1,138,091	5,189
Home Instruction:					
Purchased Professional Educational Services	1,020		1,020	1,020	
Regular Programs-Undistributed Instruction:					
Purchased Professional Educational Services	500		500	174	326
Purchased Technical Services	5,000	221	5,221	5,221	
Other Purchased Services	85,500	12,168	97,668	96,346	1,322
General Supplies	101,779	66,105	167,884	165,496	2,388
Textbooks	25,000	(22,734)	2,266	2,266	
Other Objects	4,000	5,000	9,000	4,354	4,646
Total	3,164,825	(98,043)	3,066,782	3,023,127	43,655
Special Education:					
Multiple Disabilities:					
Salaries of Teachers	81,992	646	82,638	81,788	850
Other Salaries for Instruction	8,350		8,350	850	7,500
Other Purchased Services	1,975		1,975		1,975
General Supplies	250		250	133	117
Total	92,567	646	93,213	82,771	10,442

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Special Education (Cont'd):					
Resource Room/Resource Center:					
Salaries of Teachers	\$ 644,753	\$ 22,606	\$ 667,359	\$ 667,359	
General Supplies	2,030		2,030	742	\$ 1,288
Total	646,783	22,606	669,389	668,101	1,288
Preschool Disabilities Full-Time:					
Salaries of Teachers	145,064	(1,249)	143,815	143,629	186
Other Salaries for Instruction	38,104	(526)	37,578	18,443	19,135
Total	183,168	(1,775)	181,393	162,072	19,321
Home Instruction:					
Salaries of Teachers	1,500		1,500	1,139	361
Purchased Professional Educational Services	1,500		1,500		1,500
Other Purchased Services	1,000		1,000		1,000
Total	4,000	-	4,000	1,139	2,861
Total Special Education	926,518	21,477	947,995	914,083	33,912
Basic Skills/Remedial:					
Salaries of Teachers	20,336		20,336	19,647	689
Purchased Technical Services	7,000	(2,120)	4,880	3,300	1,580
General Supplies	2,000		2,000	86	1,914
Total	29,336	(2,120)	27,216	23,033	4,183
School Sponsored Co Curricular Activities:					
Salaries	49,072	1,367	50,439	50,340	99
Supplies & Materials	5,385		5,385	5,315	70
Other Objects	800		800	770	30
Total	55,257	1,367	56,624	56,425	199
School Sponsored Athletics:					
Salaries	28,592	(1,215)	27,377	20,666	6,711
Purchased Services	5,500		5,500	3,475	2,025
Supplies & Materials	5,000	(153)	4,847	4,607	240
Other Objects	1,000	1	1,001	1,001	
Total	40,092	(1,367)	38,725	29,749	8,976
Total Instruction Regular	\$ 4,216,028	\$ (78,686)	\$ 4,137,342	\$ 4,046,417	\$ 90,925

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Undistributed Expenditures:					
Instruction Tuition:					
Tuition to Private Schools for Disabled W/I State	\$ 100,000	\$ (10,000)	\$ 90,000	\$ 15,910	\$ 74,090
Total	100,000	(10,000)	90,000	15,910	74,090
Health Services:					
Salaries	158,514		158,514	158,061	453
Purchased Professional and Technical Services	6,700	(286)	6,414	5,130	1,284
Other Purchased Services	2,700		2,700	1,501	1,199
Supplies & Materials	2,000	328	2,328	2,328	
Total	169,914	42	169,956	167,020	2,936
Speech, OT, PT & Related Services:					
Salaries	164,881	1,513	166,394	166,394	
Purchased Professional and Technical Services	55,000	(1,734)	53,266	36,174	17,092
Supplies & Materials	3,000	(2,000)	1,000	374	626
Other Objects		2,000	2,000	287	1,713
Total	222,881	(221)	222,660	203,229	19,431
Guidance:					
Salaries of Other Professional Staff	56,032	1,913	57,945	57,945	
Purchased Professional & Technical Services	1,500		1,500		1,500
Other Purchased Services	2,000		2,000	991	1,009
Supplies & Materials	4,850		4,850	465	4,385
Total	64,382	1,913	66,295	59,401	6,894
Child Study Teams:					
Salaries of Other Professional Staff	238,913	17,396	256,309	256,309	
Salaries of Secretarial & Clerical Assistants	36,552		36,552	36,552	
Other Purchased Prof & Technical Services	4,000		4,000	3,687	313
Miscellaneous Purchased Services	7,000		7,000	1,067	5,933
Supplies & Materials	5,000		5,000	1,925	3,075
Other Objects	2,000		2,000	1,131	869
Total	293,465	17,396	310,861	300,671	10,190
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	109,444		109,444	109,444	
Salaries of Other Professional Staff	10,500		10,500	9,870	630
Salaries of Facilitators, Math & Literacy Coaches	206,076	9,443	215,519	215,519	
Purchased Professional Educational Services	1,600	25,625	27,225	27,223	2
Other Purchased Services	2,000		2,000	1,304	696
Supplies and Materials	500	116	616	493	123
Other Objects	1,000	(741)	259	128	131
Total	331,120	34,443	365,563	363,981	1,582

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

EXPENDITURES (Cont'd)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Current: (cont'd)					
Educational Media Services-School Library:					
Salaries	\$ 84,598	\$ 52,216	\$ 136,814	\$ 124,341	\$ 12,473
Salaries of Technology Coordinators	93,500		93,500	93,500	
Purchased Professional & Technical Services	112,000	3,500	115,500	115,500	
Other Purchased Services	12,000	(143)	11,857	7,617	4,240
Supplies & Materials	18,505	143	18,648	9,635	9,013
Other Objects	1,200		1,200		1,200
Total	321,803	55,716	377,519	350,593	26,926
Instructional Staff Training Services:					
Salaries of Other Professional Staff	8,000		8,000		8,000
Purchased Professional Educational Services	20,000	(8,000)	12,000	10,179	1,821
Other Purchased Services	8,750		8,750	6,432	2,318
Supplies & Materials	3,000		3,000	2,626	374
Total	39,750	(8,000)	31,750	19,237	12,513
Support Services General Administration:					
Salaries	164,312		164,312	164,241	71
Legal Services	11,500	30,688	42,188	42,188	
Audit Fees	16,000	480	16,480	16,480	
Other Purchased Professional Services	8,000	(3,675)	4,325	4,325	
Purchased Technical Services	3,600		3,600	2,736	864
Communications/Telephone	10,800	2,996	13,796	11,724	2,072
BOE Other Purchased Services	12,500		12,500	9,289	3,211
Miscellaneous Purchased Services	22,500	(3,642)	18,858	16,463	2,395
General Supplies	3,000	5,123	8,123	4,889	3,234
BOE In-House Training/Meeting Supplies	500	500	1,000	677	323
Judgments		295,772	295,772	295,772	
Miscellaneous Expenditures	3,000	177	3,177	2,651	526
BOE Membership Dues and Fees	5,500		5,500	5,237	263
Total	261,212	328,419	589,631	576,672	12,959
Support Services School Administration:					
Salaries of Principals/Asst Principals/Prg Dir	147,766		147,766	146,766	1,000
Salaries of Secretarial & Clerical Assistants	126,456	521	126,977	126,977	
Other Purchased Services	4,500	(16)	4,484	4,335	149
Supplies & Materials	4,500	10	4,510	3,756	754
Other Objects	3,900	6	3,906	3,886	20
Totals	287,122	521	287,643	285,720	1,923
Central Services:					
Salaries	206,906	70	206,976	206,976	
Purchased Professional Services		9,700	9,700	9,700	
Purchased Technical Services	8,000	16,000	24,000	16,009	7,991
Miscellaneous Purchased Services	9,872	(70)	9,802	8,632	1,170
Supplies & Materials	3,000		3,000	1,932	1,068
Miscellaneous Expenditures	1,600		1,600	1,580	20
Total	229,378	25,700	255,078	244,829	10,249

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Required Maintenance for School Facilities:					
Cleaning, Repair & Maintenance Services	\$ 208,176	\$ 21,233	\$ 229,409	\$ 167,718	\$ 61,691
General Supplies	1,000	11,261	12,261	6,531	5,730
Other Objects	1,000		1,000	246	754
Total	210,176	32,494	242,670	174,495	68,175
Custodial Services:					
Salaries	290,865	28,252	319,117	307,120	11,997
Purchased Professional & Technical Services	39,500	7,491	46,991	44,264	2,727
Cleaning, Repair, & Maintenance Services	14,000	817	14,817	10,974	3,843
Other Purchased Property Services	2,600	737	3,337	3,337	
Insurance	45,000		45,000	41,368	3,632
Miscellaneous Purchased Services	600		600		600
General Supplies	42,500	(1,665)	40,835	23,059	17,776
Energy (Electricity)	110,000	(1,089)	108,911	82,174	26,737
Energy (Oil)	142,400	(27,085)	115,315	85,391	29,924
Energy (Gasoline)	2,300		2,300	1,527	773
Total	689,765	7,458	697,223	599,214	98,009
Care and Upkeep of Grounds:					
Salaries	8,000		8,000	6,732	1,268
Purchased Professional & Technical Services	10,641	3,785	14,426	14,426	
Total	18,641	3,785	22,426	21,158	1,268
Security:					
Purchased Professional & Technical Services	8,500		8,500	7,779	721
General Supplies	1,800		1,800	542	1,258
Total	10,300	-	10,300	8,321	1,979
Student Transportation Services:					
Salaries for Pupil Trans (Bet Home & Sch)-Reg	23,062		23,062	23,062	
Management Fee-ESC & CTSA Trans Program	500		500		500
Contr Serv (Other than Bet Home & Sch)-Vendor	11,000	231	11,231	10,870	361
Contr Serv (Bet Home & Sch)-Joint Agrmnts	348,000	(18,847)	329,153	321,273	7,880
Contract Serv (Special Educ Stds)-Joint Agrmnts	79,000		79,000	66,270	12,730
Total	461,562	(18,616)	442,946	421,475	21,471
Unallocated Benefits-Employee Benefits:					
Social Security Contribution	90,000		90,000	88,092	1,908
Other Retirement Contributions-PERS	78,000	6,963	84,963	84,963	
Unemployment Compensation	10,700		10,700		10,700
Workmen's Compensation	34,300		34,300	34,300	
Health Benefits	1,376,200	(79,111)	1,297,089	1,226,478	70,611
Tuition Reimbursement	20,000		20,000	20,000	
Other Employee Benefits	51,900	24,157	76,057	76,057	
Total	1,661,100	(47,991)	1,613,109	1,529,890	83,219

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
On-Behalf TPAF Pension Contribution				\$ 275,388	\$ (275,388)
On-Behalf TPAF Post Retirement Medical Benefits				437,179	(437,179)
Reimbursed TPAF Social Security Contribution				356,937	(356,937)
Total	\$ -	\$ -	\$ -	\$ 1,069,504	\$ (1,069,504)
Total Undistributed Expenditures	\$ 5,372,571	\$ 423,059	\$ 5,795,630	\$ 6,411,320	\$ (615,690)
TOTAL CURRENT	\$ 9,588,599	\$ 344,373	\$ 9,932,972	\$ 10,457,737	\$ (524,765)
Facilities Acquisition & Construction Services:					
Other Purchased Prof and Tech Services	\$ 921		\$ 921	\$ 921	
Assessment for Debt Service on SDA Funding	21,988		21,988	21,988	
Total	22,909	\$ -	22,909	22,909	\$ -
TOTAL CAPITAL OUTLAY	\$ 22,909	\$ -	\$ 22,909	\$ 22,909	\$ -
TOTAL EXPENDITURES	\$ 9,611,508	\$ 344,373	\$ 9,955,881	\$ 10,480,646	\$ (524,765)
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (136,560)	\$ (394,267)	\$ (530,827)	\$ 93,841	\$ 624,668
Other Financing Sources (Uses):					
Transfers Out-Capital Reserve to Capital Projects				(14,563)	(14,563)
Total Other Financing Sources (Uses)	-	-	-	(14,563)	(14,563)
Excess (Deficiency) of Revenues & Other Financing Sources Over (Under) Expenditures & Other Financing Uses	(136,560)	(394,267)	(530,827)	79,278	610,105
Fund Balances, July 1	890,593		890,593	890,593	
Fund Balances, June 30	\$ 754,033	\$ (394,267)	\$ 359,766	\$ 969,871	\$ 610,105
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Adjustment for Prior Year Encumbrances	\$ (108,093)		\$ (108,093)	\$ (108,093)	
Increase in Capital Reserve	2,000	\$ 30,000	32,000	30,822	\$ (1,178)
Withdrawal from Capital Reserve		(14,563)	(14,563)	(14,563)	
Increase in Maintenance Reserve		120,000	120,000	120,000	
Budgeted Fund Balance	(30,467)	(529,704)	(560,171)	51,112	611,283
TOTAL	\$ (136,560)	\$ (394,267)	\$ (530,827)	\$ 79,278	\$ 610,105

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:		
Excess Surplus:		
Prior Year-Designated for 2015-2016 Budget		\$ 22,927
Committed Fund Balance:		
Capital Reserve	\$ 250,147	
Maintenance Reserve	252,160	
		<u>502,307</u>
Assigned Fund Balance:		
Year-End Encumbrances		55,102
Unassigned Fund Balance		<u>389,535</u>
		969,871
Reconciliation to Governmental Statements (GAAP):		
Last State Aid Payments not Recognized on GAAP Basis		<u>(158,589)</u>
Fund Balance Per Governmental Funds (GAAP)		<u>\$ 811,282</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Federal Sources	\$ 188,876	\$ -	\$ 188,876	\$ 188,093	\$ (783)
TOTAL REVENUES	<u>\$ 188,876</u>	<u>\$ -</u>	<u>\$ 188,876</u>	<u>\$ 188,093</u>	<u>\$ (783)</u>
EXPENDITURES					
Instruction:					
Other Salaries for Instruction	\$ 119,532		\$ 119,532	\$ 119,532	
General Supplies	51,600		51,600	51,600	
Totals	<u>171,132</u>	<u>\$ -</u>	<u>171,132</u>	<u>171,132</u>	<u>\$ -</u>
Support Services:					
Purchased Professional & Technical Services	8,700		8,700	8,700	
Other Purchased Services	9,044		9,044	8,261	783
Total	<u>17,744</u>	<u>-</u>	<u>17,744</u>	<u>16,961</u>	<u>783</u>
TOTAL EXPENDITURES	<u>\$ 188,876</u>	<u>\$ -</u>	<u>\$ 188,876</u>	<u>\$ 188,093</u>	<u>\$ 783</u>

NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION
BUDGETARY COMPARISON SCHEDULE

Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<u>Sources/Inflows of Resources</u>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 10,574,487	\$ 188,093
<p>The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33):</p>		
State Aid Receivable Prior Year	162,743	
State Aid Receivable Current Year	<u>(158,589)</u>	
Total Revenues (GAAP Basis)	<u>\$ 10,578,641</u>	<u>\$ 188,093</u>
<u>Uses/Outflows of Resources</u>		
Actual Amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$ 10,480,646</u>	<u>\$ 188,093</u>
Total Expenditures (GAAP Basis)	<u>\$ 10,480,646</u>	<u>\$ 188,093</u>

REQUIRED SUPPLEMENTARY INFORMATION-PART III

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-TEACHER'S PENSION AND ANNUITY FUND
 LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District's Proportion of the Net Pension Liability (Asset)- Percentage		0.00%	0.00%							
District's Proportion of the Net Pension Liability (Asset)- Value	N/A	\$ -	\$ -	N/A						
State's Proportionate Share of the Net Pension Liability (Asset) Associated With The District		27,224,093	263,940,401							
Total	\$ -	\$ 27,224,093	\$ 263,940,401	\$ -						
District's Covered Employee Payroll		\$ 5,061,772	\$ 5,009,104							
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	N/A	0.00%	0.00%	N/A						
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		33.64%	33.76%							

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF DISTRICT CONTRIBUTIONS-TEACHER'S PENSION AND ANNUITY FUND
 LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 275,388	\$ 215,483	\$ 337,453	\$ 163,593	\$ 15,194	\$ 16,051	\$ 15,989	\$ 429,526	\$ 312,520	\$ 44,588
Contributions in Relation to the Contractually Required Contribution	(275,388)	(215,483)	(337,453)	(163,593)	(15,194)	(16,051)	(15,989)	(429,526)	(312,520)	(44,588)
Contribution Deficiency (Excess)	<u>\$ -</u>									
District's Covered Employee Payroll	\$ 5,017,764	\$ 5,061,772	\$ 5,009,104	\$ 4,932,590	\$ 4,959,044	\$ 5,123,732	\$ 4,787,108	\$ 4,509,061	\$ 4,416,542	\$ 4,332,386
Contributions as a Percentage of Covered Employee Payroll	5.49%	4.26%	6.74%	3.32%	0.31%	0.31%	0.33%	9.53%	7.08%	1.03%

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District's Proportion of the Net Pension Liability (Asset)- Percentage		0.0102186407%	0.0085807236%							
District's Proportion of the Net Pension Liability (Asset)- Value		\$ 1,446,200	\$ 1,562,026							
District's Covered Employee Payroll	N/A	696,348	734,072	N/A						
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll		207.68%	212.79%							
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		52.08%	48.72%							

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS-PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 84,241	\$ 64,654	\$ 72,043	\$ 75,138	\$ 71,123	\$ 68,863	\$ 63,033	\$ 55,359	\$ 21,360	\$ 12,597
Contributions in Relation to the Contractually Required Contribution	(84,241)	(64,654)	(72,043)	(75,138)	(71,123)	(68,863)	(63,033)	(55,359)	(21,360)	(12,597)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Employee Payroll	\$ 674,582	\$ 696,348	\$ 734,072	\$ 573,175	\$ 627,166	\$ 646,193	\$ 643,877	\$ 765,488	\$ 758,950	\$ 717,694
Contributions as a Percentage of Covered Employee Payroll	12.49%	9.28%	9.81%	13.11%	11.34%	10.66%	9.79%	7.23%	2.81%	1.76%

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION-PART III

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III
(UNAUDITED)

JUNE 30, 2014 AND 2013

NOTE 1. SPECIAL FUNDING SITUATION-TPAF

The participating employer allocations included in the supplemental schedule of employer special funding allocations and the supplemental schedule of special funding amounts by employer for each local employer are provided as each local employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the pension expense allocated to the State of New Jersey (the State) under the special-funding situation and include their proportionate share of the net pension liability in their respective notes to their financial statements. For this purpose, the proportionate share was developed based on actual contributions made to the Teachers' Pension and Annuity Fund allocated to employers based upon covered payroll and adjusted by expected State Early Retirement Incentive contributions for the respective fiscal year.

OTHER SUPPLEMENTAL INFORMATION

SCHOOL LEVEL SCHEDULES

(NOT APPLICABLE TO THIS REPORT)

SPECIAL REVENUE FUND

DETAIL STATEMENTS

The special revenue fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted expenditures for specific purposes.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	NCLB Title IA	NCLB Title IIA	IDEA Basic	IDEA Preschool	REAP	Total
REVENUES						
Federal Sources	\$ 8,700	\$ 8,261	\$ 114,586	\$ 4,946	\$ 51,600	\$ 188,093
TOTAL REVENUES	<u>\$ 8,700</u>	<u>\$ 8,261</u>	<u>\$ 114,586</u>	<u>\$ 4,946</u>	<u>\$ 51,600</u>	<u>\$ 188,093</u>
EXPENDITURES						
Instruction:						
Other Salaries for Instruction			\$ 114,586	\$ 4,946		\$ 119,532
General Supplies					\$ 51,600	51,600
Total	<u>\$ -</u>	<u>\$ -</u>	<u>114,586</u>	<u>4,946</u>	<u>51,600</u>	<u>171,132</u>
Support Services:						
Purchased Professional & Technical Services	8,700					8,700
Other Purchased Services		8,261				8,261
Total	<u>8,700</u>	<u>8,261</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,961</u>
TOTAL EXPENDITURES	<u>\$ 8,700</u>	<u>\$ 8,261</u>	<u>\$ 114,586</u>	<u>\$ 4,946</u>	<u>\$ 51,600</u>	<u>\$ 188,093</u>

CAPITAL PROJECTS FUND

DETAIL STATEMENTS

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

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

Revenues and Other Financing Sources:	
Transfer from Capital Reserve	\$ 14,563
Total Revenues	14,563
Expenditures and Other Financing Uses:	
Purchased Professional & Technical Services	2,017
Construction Services	41,772
Other Purchased Services	274
Total Expenditures	44,063
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,500)
Fund Balance-Beginning	88,865
Fund Balance-Ending	\$ 59,365

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS-BUDGETARY BASIS
MODIFY ENTRANCE TO PROVIDE SECURITY VESTIBULE AT THE LESTER D WILSON SCHOOL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Sources:				
Transfer from Capital Reserve	\$ 53,340	\$ 14,563	\$ 67,903	\$ 67,903
State Sources:				
NJ SDA Aid	35,560		35,560	35,560
Total Revenues	<u>88,900</u>	<u>14,563</u>	<u>103,463</u>	<u>103,463</u>
Expenditures and Other Financing Uses:				
Purchased Professional & Technical Services		2,017	2,017	17,400
Construction Services		41,772	41,772	83,563
Fees and Permits				1,500
Other Purchased Services	35	274	309	1,000
Total Expenditures	<u>35</u>	<u>44,063</u>	<u>44,098</u>	<u>103,463</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 88,865</u>	<u>\$ (29,500)</u>	<u>\$ 59,365</u>	<u>\$ -</u>

Additional Project Information:

Project Number	0020-010-14-1001
Grant Date	4/10/2014
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 88,900
Revised Authorized Cost	\$ 103,463
Percentage Completion	43%

PROPRIETARY FUND

DETAIL STATEMENTS

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FUND NET POSITION
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund
ASSETS	
Current Assets:	
Cash & Cash Equivalents	\$ 25,058
Receivables from Other Governments:	
State	101
Federal	1,896
Inventory	5,762
Total Current Assets	32,817
Noncurrent Assets:	
Capital Assets	121,296
Less: Accumulated Depreciation	66,839
Total Noncurrent Assets	54,457
Total Assets	87,274
LIABILITIES	
Current Liabilities:	
Accounts Payable	7,541
Unearned Revenues-Commodities	4,240
Unearned Revenues-Prepaid Sales	2,406
Total Liabilities	14,187
NET POSITION	
Net Investment in Capital Assets	54,457
Unrestricted	18,630
TOTAL NET POSITION	\$ 73,087

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES EXPENSES, AND
CHANGES IN FUND NET POSITION
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund
Operating Revenues:	
Charges for Services:	
Daily Sales-Reimbursable Programs	\$ 59,164
Daily Sales-Nonreimbursable Programs	33,981
Total Operating Revenues	<u>93,145</u>
Other Expenses:	
Cost of Sales-Reimbursable Programs	32,776
Cost of Sales-Non Reimbursable Programs	18,825
Salaries	33,184
Employee Benefits	5,194
Supplies and Materials	4,042
Insurance	3,361
Management Fee	7,385
Other Purchased Services	2,300
Depreciation	7,266
Total Operating Expenses	<u>114,333</u>
Operating Income (Loss)	<u>(21,188)</u>
Nonoperating Revenues (Expenses):	
State Sources:	
State School Lunch Program	1,018
Federal Sources:	
National School Lunch Program:	
Cash Assistance	17,817
Non Cash Assistance (Commodities)	8,685
Healthy Hunger Free Kids Act	1,432
Interest Earned on Investments	54
Total Nonoperating Revenues (Expenses)	<u>29,006</u>
Change in Net Position	7,818
Net Position, Beginning	<u>65,269</u>
Net Position, Ending	<u>\$ 73,087</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 92,942
Payments to Food Service Management Co	(97,949)
Payments to Vendors (Net)	(30)
Net Cash Provided by (Used For) Operating Activities	<u>(5,037)</u>
Cash Flows from Noncapital Financing Activities:	
State Sources	1,076
Federal Sources	19,175
Net Cash Provided by (Used For) Noncapital Financing Activities	<u>20,251</u>
Cash Flows from Investing Activities:	
Interest Earned on Investments	54
Net Cash Provided by (Used For) Investing Activities	<u>54</u>
Net Increase (Decrease) in Cash and Cash Equivalents	15,268
Cash and Cash Equivalents, Beginning	<u>9,790</u>
Cash and Cash Equivalents, Ending	<u>\$ 25,058</u>
Reconciliation of Operating Income (Loss) to Net Cash Provide by (Used For) Operating Activities:	
Operating Income (Loss)	\$ (21,188)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:	
Depreciation	7,266
Federal Food Donation Program	8,685
(Increase) Decrease in Inventory	(1,384)
Increase (Decrease) in Accounts Payable	516
Increase (Decrease) in Unearned Revenues	1,068
Net Cash Provided by (Used For) Operating Activities	<u>\$ (5,037)</u>

FIDUCIARY FUND

DETAIL STATEMENTS

Fiduciary Fund are used to account for funds received by the school district as an agent for individuals, private organizations, other governments and/or other funds.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund	Student Activity Agency Fund	Payroll Agency Fund	Total
ASSETS				
Cash & Cash Equivalents	\$ 82,523	\$ 57,738	\$ 17,960	\$ 158,221
Due from Other Funds	1,424			1,424
TOTAL ASSETS	83,947	57,738	17,960	159,645
LIABILITIES				
Due to Other Funds			1,424	1,424
Due to Student Groups		57,738		57,738
Payroll Deductions & Withholdings			16,536	16,536
TOTAL LIABILITIES	-	57,738	17,960	75,698
NET POSITION				
Held in Trust for Unemployment Claims & Other Purposes	<u>\$ 83,947</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 83,947</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund
ADDITIONS	
Employee Contributions	\$ 9,165
Investment Earnings-Interest	<u>273</u>
Total Additions	9,438
DEDUCTIONS	
Unemployment Claims	<u>9,947</u>
	9,947
Change in Net Position	(509)
Net Position, Beginning of the Year	<u>84,456</u>
Net Position, End of the Year	<u><u>\$ 83,947</u></u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Balance 07/01/14	Additions	Deletions	Balance 06/30/15
ASSETS				
Cash & Cash Equivalents	\$ 36,388	\$ 134,444	\$ 113,094	\$ 57,738
TOTAL ASSETS	\$ 36,388	\$ 134,444	\$ 113,094	\$ 57,738
LIABILITIES				
Alexandria Middle School	\$ 28,171	\$ 116,282	\$ 96,357	\$ 48,096
Lester D Wilson School	8,217	18,162	16,737	9,642
TOTAL LIABILITIES	\$ 36,388	\$ 134,444	\$ 113,094	\$ 57,738

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Balance 07/01/14	Additions	Deletions	Balance 06/30/15
ASSETS				
Cash & Cash Equivalents	\$ 27,424	\$ 6,710,534	\$ 6,719,998	\$ 17,960
TOTAL ASSETS	\$ 27,424	\$ 6,710,534	\$ 6,719,998	\$ 17,960
LIABILITIES				
Due to Other Funds	\$ 17,631	\$ 15,763	\$ 31,970	\$ 1,424
Payroll Deductions & Withholdings	9,072	3,154,776	3,147,551	16,297
Net Payroll	721	3,539,995	3,540,477	239
TOTAL LIABILITIES	\$ 27,424	\$ 6,710,534	\$ 6,719,998	\$ 17,960

LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, obligations under capital leases, and early retirement program.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance 07/01/14	Issued	Retired	Balance 06/30/15
			Date	Amount					
Refunding School Bonds of 2011	03/15/2011	\$ 2,450,000	07/15/15	\$ 415,000	4.00%				
			07/15/16	430,000	4.00%				
			07/15/17	455,000	4.00%	\$ 1,695,000		\$ 395,000	\$ 1,300,000
							\$ 1,695,000	\$ -	\$ 395,000

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 DEBT SERVICE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	\$ 454,900		\$ 454,900	\$ 454,900	
Total Revenues	<u>454,900</u>	<u>\$ -</u>	<u>454,900</u>	<u>454,900</u>	<u>\$ -</u>
EXPENDITURES					
Regular Debt Service:					
Interest	59,900		59,900	59,900	
Redemption of Principal	395,000		395,000	395,000	
Total Expenditures	<u>454,900</u>	<u>-</u>	<u>454,900</u>	<u>454,900</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATISTICAL SECTION

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
STATISTICAL SECTION J SERIES

CONTENTS	PAGE
FINANCIAL TRENDS	
These Schedules Contain Trend Information to Help the Reader Understand how the District's Financial Performance and Well Being have Changed Over Time.	J-1 to J-5
REVENUE CAPACITY	
These Schedules Contain Trend Information to Help the Reader Assess the District's most Significant Local Revenue Sources, the Property Tax.	J-6 to J-9
DEBT CAPACITY	
These Schedules Contain Trend Information to Help the Reader Assess the Affordability of the District's Current Levels of Outstanding Debt and the District's Ability to Issue Additional Debt in the Future.	J-10 to J-13
DEMOGRAPHIC AND ECONOMIC INFORMATION	
These Schedules Offer Demographic and Economic Indicators to Help the Reader Understand the Environment Within Which the District's Financial Activities Take Place.	J-14 to J-15
OPERATING INFORMATION	
These Schedules Contain Service and Infrastructure Data to Help the Reader Understand how the Information in the District's Financial Report Relates to the Services the District Provides and the Activities it Performs.	J-16 to J-20

Sources: Unless Otherwise noted, the Information in these Schedules is Derived from the Comprehensive Annual Financial Reports (CAFR) for the Relevant Year.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GOVERNMENT ACTIVITIES										
Net Investment in Capital Assets	\$ 6,466,989	\$ 6,374,839	\$ 6,384,157	\$ 7,059,599	\$ 7,277,361	\$ 7,460,425	\$ 7,540,670	\$ 7,628,284	\$ 7,687,666	\$ 7,800,452
Restricted	474,126	481,108	547,442	90,609	(49)	216,654	238,091	399,981	454,913	561,672
Unrestricted	68,807	104,444	165,640	(48,510)	(60,029)	46,270	39,044	(63,916)	(1,551,742)	(1,628,755)
TOTAL GOVERNMENTAL ACTIVITIES NET ASSETS	\$ 7,009,922	\$ 6,960,391	\$ 7,097,239	\$ 7,101,698	\$ 7,217,283	\$ 7,723,349	\$ 7,817,805	\$ 7,964,349	\$ 6,590,837	\$ 6,733,369
BUSINESS-TYPE ACTIVITIES										
Net Investment in Capital Assets	\$ 7,244	\$ 10,884	\$ 9,037	\$ 7,188	\$ 5,879	\$ 47,827	\$ 51,611	\$ 68,991	\$ 61,723	\$ 54,457
Unrestricted	5,774	11,290	4,677	1,185	904	4,207	573	1,374	3,546	18,630
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 13,018	\$ 22,174	\$ 13,714	\$ 8,373	\$ 6,783	\$ 52,034	\$ 52,184	\$ 70,365	\$ 65,269	\$ 73,087
DISTRICT-WIDE										
Net Investment in Capital Assets	\$ 6,474,233	\$ 6,385,723	\$ 6,393,194	\$ 7,066,787	\$ 7,283,240	\$ 7,508,252	\$ 7,592,281	\$ 7,697,275	\$ 7,749,389	\$ 7,854,909
Restricted	474,126	481,108	547,442	90,609	(49)	216,654	238,091	399,981	454,913	561,672
Unrestricted	74,581	115,734	170,317	(47,325)	(59,125)	50,477	39,617	(62,542)	(1,548,196)	(1,610,125)
TOTAL DISTRICT-WIDE	\$ 7,022,940	\$ 6,982,565	\$ 7,110,953	\$ 7,110,071	\$ 7,224,066	\$ 7,775,383	\$ 7,869,989	\$ 8,034,714	\$ 6,656,106	\$ 6,806,456

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
EXPENSES										
Governmental Activities:										
Instruction:										
Regular	\$ 3,689,253	\$ 3,912,455	\$ 4,248,229	\$ 4,492,213	\$ 4,449,627	\$ 4,361,371	\$ 4,376,757	\$ 4,690,541	\$ 4,592,538	\$ 5,270,025
Special Education	1,365,414	1,524,807	1,456,569	1,267,120	1,397,665	1,289,417	1,403,943	1,404,078	1,451,892	1,780,465
Other Special Education	136,361	10,726	30,656	98,714	71,827	48,627	253,603	215,178	51,003	38,431
Other Instruction	81,146	80,519	68,567	75,589	72,989	51,285	59,418	69,916	110,865	90,308
Support Services:										
Tuition	182,251	237,322	222,635	94,794	89,070	16,400	48,400	16,810	54,240	15,910
Student & Instruction Related Services	1,123,380	1,286,243	1,203,586	1,374,958	1,488,258	1,584,972	1,944,408	1,991,621	2,049,436	2,404,459
General & Business Administrative Services	637,897	663,152	645,922	696,074	675,936	724,906	730,177	694,724	700,417	1,056,653
School Administrative Services	355,005	430,108	416,900	411,842	418,987	418,778	432,326	446,206	452,038	453,372
Plant Operations & Maintenance	795,018	795,264	935,556	891,761	883,064	826,757	900,618	916,043	893,769	952,788
Pupil Transportation	516,758	603,432	613,766	590,391	483,088	428,720	453,349	438,223	410,871	431,754
Interest on Long-Term Debt	181,525	170,486	179,781	176,716	153,579	127,760	89,603	69,122	90,269	49,849
Total Governmental Activities Expenses	9,064,008	9,714,514	10,022,167	10,170,172	10,184,090	9,878,993	10,692,602	10,952,462	10,857,338	12,544,014
Business-Type Activities:										
Food Services	157,402	154,545	156,949	157,756	155,533	147,046	139,171	134,197	126,623	114,333
Total Business-Type Activities	157,402	154,545	156,949	157,756	155,533	147,046	139,171	134,197	126,623	114,333
TOTAL DISTRICT EXPENSES	\$ 9,221,410	\$ 9,869,059	\$ 10,179,116	\$ 10,327,928	\$ 10,339,623	\$ 10,026,039	\$ 10,831,773	\$ 11,086,659	\$ 10,983,961	\$ 12,658,347

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
PROGRAM REVENUES										
Governmental Activities:										
Charges for Services:										
Regular Instruction		\$ 80				\$ 85,100	\$ 93,109	\$ 207,069	\$ 162,224	\$ 91,559
Other Instruction						1,505		1,980		
Student and Instruction Related Services								2,625		
General Administration	\$ 230	20								
Plant Operations and Maintenance				\$ 15,508	\$ 6,878	7,240		13,040		5,245
Pupil Transportation Services		2,115							8,983	
Operating Grants & Contributions	141,132	149,402	\$ 137,140	161,578	183,078	223,490	226,555	239,130	200,688	188,093
Capital Grants & Contributions					43,520					
Total Governmental Activities Program Revenues	<u>141,362</u>	<u>151,617</u>	<u>137,140</u>	<u>177,086</u>	<u>233,476</u>	<u>317,335</u>	<u>319,664</u>	<u>463,844</u>	<u>371,895</u>	<u>284,897</u>
Business-Type Activities:										
Charges for Services:										
Food Service	122,380	132,017	146,018	147,347	145,405	134,212	104,486	102,113	96,083	93,145
Operating Grants & Contributions	26,842	26,205	2,147				25,734	27,918	25,066	28,952
Total Business-Type Activities Program Revenues	<u>149,222</u>	<u>158,222</u>	<u>148,165</u>	<u>147,347</u>	<u>145,405</u>	<u>134,212</u>	<u>130,220</u>	<u>130,031</u>	<u>121,149</u>	<u>122,097</u>
TOTAL DISTRICT-PROGRAM REVENUES	<u>\$ 290,584</u>	<u>\$ 309,839</u>	<u>\$ 285,305</u>	<u>\$ 324,433</u>	<u>\$ 378,881</u>	<u>\$ 451,547</u>	<u>\$ 449,884</u>	<u>\$ 593,875</u>	<u>\$ 493,044</u>	<u>\$ 406,994</u>
NET (EXPENSE) REVENUES										
Governmental Activities	\$ (8,922,646)	\$ (9,562,897)	\$ (9,885,027)	\$ (9,993,086)	\$ (9,950,614)	\$ (9,561,658)	\$ (10,372,938)	\$ (10,488,618)	\$ (10,485,443)	\$ (12,259,117)
Business-Type Activities	(8,180)	3,677	(8,784)	(10,409)	(10,128)	(12,834)	(8,951)	(4,166)	(5,474)	7,764
TOTAL DISTRICT-WIDE NET EXPENSES	<u>\$ (8,930,826)</u>	<u>\$ (9,559,220)</u>	<u>\$ (9,893,811)</u>	<u>\$ (10,003,495)</u>	<u>\$ (9,960,742)</u>	<u>\$ (9,574,492)</u>	<u>\$ (10,381,889)</u>	<u>\$ (10,492,784)</u>	<u>\$ (10,490,917)</u>	<u>\$ (12,251,353)</u>
GENERAL REVENUES & OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Property Taxes Levied for General Purposes	\$ 5,940,523	\$ 6,405,579	\$ 6,692,749	\$ 6,858,922	\$ 6,987,661	\$ 7,270,045	\$ 7,373,799	\$ 7,460,585	\$ 7,496,784	\$ 7,646,655
Taxes Levied for Debt Service	397,913	366,366	405,687	555,492	564,723	598,987	386,289	484,379	427,242	454,900
Unrestricted Grants & Contributions	2,281,567	2,590,898	2,790,526	2,494,381	2,494,559	2,299,729	2,678,027	2,702,441	2,689,321	4,287,048
Tuition Received	14,700	17,744	19,757	49,348						
Investment Earnings	102,670	116,535	107,049	36,691	16,174	8,945	12,302	6,389	6,534	9,821
Miscellaneous Income	27,099	27,942	6,107	4,711	10,082	245	26,007	3,676	31,783	3,225
Loss on Disposal of Capital Assets		(6,698)								
Special Item-Payment to Refunding Bond Agent						(52,183)				
Operating Transfers	(3,000)	(5,000)		(5,000)	(7,000)	(58,044)	(9,030)	(22,308)		
Total Governmental Activities	<u>8,761,472</u>	<u>9,513,366</u>	<u>10,021,875</u>	<u>9,994,545</u>	<u>10,066,199</u>	<u>10,067,724</u>	<u>10,467,394</u>	<u>10,635,162</u>	<u>10,651,664</u>	<u>12,401,649</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GENERAL REVENUES & OTHER CHANGES IN NET POSITION (Cont'd)										
Business-Type Activities:										
Investment Earnings	\$ 395	\$ 479	\$ 324	\$ 68	\$ 46	\$ 41	\$ 71	\$ 39	\$ 40	\$ 54
Miscellaneous Income					1,492				338	
Operating Transfers	3,000	5,000		5,000	7,000	58,044	9,030	22,308		
Total Business-Type Activities	<u>3,395</u>	<u>5,479</u>	<u>324</u>	<u>5,068</u>	<u>8,538</u>	<u>58,085</u>	<u>9,101</u>	<u>22,347</u>	<u>378</u>	<u>54</u>
TOTAL DISTRICT-WIDE	<u>\$ 8,764,867</u>	<u>\$ 9,518,845</u>	<u>\$ 10,022,199</u>	<u>\$ 9,999,613</u>	<u>\$ 10,074,737</u>	<u>\$ 10,125,809</u>	<u>\$ 10,476,495</u>	<u>\$ 10,657,509</u>	<u>\$ 10,652,042</u>	<u>\$ 12,401,703</u>
CHANGE IN NET POSITION										
Governmental Activities	\$ (161,174)	\$ (49,531)	\$ 136,848	\$ 1,459	\$ 115,585	\$ 506,066	\$ 94,456	\$ 146,544	\$ 166,221	\$ 142,532
Business-Type Activities	(4,785)	9,156	(8,460)	(5,341)	(1,590)	45,251	150	18,181	(5,096)	7,818
TOTAL DISTRICT	<u>\$ (165,959)</u>	<u>\$ (40,375)</u>	<u>\$ 128,388</u>	<u>\$ (3,882)</u>	<u>\$ 113,995</u>	<u>\$ 551,317</u>	<u>\$ 94,606</u>	<u>\$ 164,725</u>	<u>\$ 161,125</u>	<u>\$ 150,350</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund:										
Restricted	\$ 106,629	\$ 48,467	\$ 46,185	\$ 53,291	\$ 44,625	\$ 50,543	\$ 52,691	\$ 57,603	\$ 53,394	\$ 22,927
Committed	372,819	322,543	428,255	465,912	353,315	216,121	238,087	368,648	366,048	502,307
Assigned	81,581	95,858	143,389	63,384	54,152	125,614	153,965	58,575	108,093	55,102
Unassigned	78,349	169,819	193,739	105,513	108,055	214,023	244,741	149,658	200,315	230,946
Total General Fund	<u>\$ 639,378</u>	<u>\$ 636,687</u>	<u>\$ 811,568</u>	<u>\$ 688,100</u>	<u>\$ 560,147</u>	<u>\$ 606,301</u>	<u>\$ 689,484</u>	<u>\$ 634,484</u>	<u>\$ 727,850</u>	<u>\$ 811,282</u>
All Other Governmental Funds:										
Restricted, Reported In:										
Capital Projects Fund	\$ 495,104	\$ 285,125	\$ 82,310	\$ (394,688)	\$ (357,000)				\$ 53,305	\$ 59,365
Assigned, Reported In:										
Debt Service Fund	22,717	36,264	38,357	19,385	3,636	\$ 533	\$ 4	\$ 31,333		
Total All Other Governmental Funds	<u>\$ 517,821</u>	<u>\$ 321,389</u>	<u>\$ 120,667</u>	<u>\$ (375,303)</u>	<u>\$ (353,364)</u>	<u>\$ 533</u>	<u>\$ 4</u>	<u>\$ 31,333</u>	<u>\$ 53,305</u>	<u>\$ 59,365</u>

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues:										
Tax Levy	\$ 6,338,436	\$ 6,771,945	\$ 7,098,436	\$ 7,414,414	\$ 7,552,384	\$ 7,869,032	\$ 7,760,088	\$ 7,944,964	\$ 7,924,026	\$ 8,101,555
Tuition Charges	14,700	17,744	19,757	52,348		85,100	93,109	207,069	154,083	91,559
Interest Earnings	102,670	116,535	107,049	36,691	16,174	8,945	12,302	6,389	6,534	9,821
Miscellaneous	25,266	25,979	6,107	20,219	16,960	8,990	26,007	21,321	16,230	8,470
State Sources	2,284,413	2,594,413	2,791,300	2,494,381	2,299,401	2,299,729	2,615,705	2,702,441	2,689,321	2,822,136
Federal Sources	138,286	145,887	136,366	161,578	421,756	223,490	288,877	239,130	200,688	188,093
Total Revenues	8,903,771	9,672,503	10,159,015	10,179,631	10,306,675	10,495,286	10,796,088	11,121,314	10,990,882	11,221,634
Expenditures:										
Instruction:										
Regular Instruction	2,785,559	2,770,336	3,016,189	3,223,066	3,358,251	3,158,030	3,097,495	3,335,606	3,118,098	3,023,127
Special Education Instruction	925,108	997,654	928,020	845,228	969,669	813,377	901,669	886,396	900,132	914,083
Other Special Instruction	101,130	7,422	22,342	58,234	27,457	27,423	113,691	88,514	38,353	23,033
Other Instruction	64,256	62,276	64,937	71,812	69,598	48,688	56,471	66,367	80,839	86,174
Support Services:										
Tuition	178,296	232,440	217,174	6,399	670	16,400	29,848	16,810	54,240	15,910
Student & Instruction Related Services	867,378	939,436	886,401	1,000,538	1,105,083	1,147,988	1,345,568	1,433,510	1,425,378	1,464,132
General Administration	297,412	293,353	294,341	323,364	310,792	306,956	287,883	298,952	294,669	576,672
School Administration Services	267,773	302,084	308,395	303,621	316,708	302,032	305,820	304,325	310,525	285,720
Central Services	201,235	202,939	210,633	216,463	223,387	233,626	225,458	234,512	207,538	244,829
Plant Operations & Maintenance	711,387	700,906	848,939	785,507	779,710	719,174	781,234	809,261	756,490	803,188
Pupil Transportation	516,758	598,343	613,766	590,391	483,088	428,676	447,956	433,250	410,871	421,475
Employee Benefits	955,312	1,107,055	981,038	1,281,211	1,155,683	1,148,622	1,516,811	1,334,393	1,647,829	1,529,890
On-Behalf TPAF Pension & Social Security Contribution	521,676	829,428	962,049	680,124	700,513	709,047	861,470	1,088,409	934,817	1,069,504
Capital Outlay	9,460	93,017	53,735	36,823	41,711	35,707	57,245	85,932	14,479	921
Capital Projects Fund	33,181	109,979	140,544	629,518	116,312				35	44,063
Special Revenue Funds	141,132	149,402	137,140	161,578	226,598	223,490	226,555	239,130	200,688	188,093
Debt Service:										
Principal	280,000	295,000	310,000	474,000	594,000	807,000	370,000	370,000	385,000	395,000
Interest & Other Charges	186,338	175,556	164,213	181,863	165,459	137,955	79,230	97,310	95,563	81,888
Total Expenditures	9,043,391	9,866,626	10,159,856	10,869,740	10,644,689	10,264,191	10,704,404	11,122,677	10,875,544	11,167,702
Excess (Deficiency) of Revenues Over (Under) Expenditures	(139,620)	(194,123)	(841)	(690,109)	(338,014)	231,095	91,684	(1,363)	115,338	53,932
Other Financing Sources (Uses):										
Temporary Notes Paid in Debt Service Fund				154,000	259,000	357,000				
Transfers Out-Unemployment Compensation Fund			(25,000)	(78,229)	(20,000)	(130,000)				
Transfers Out-Food Service Fund	(3,000)	(5,000)		(5,000)	(7,000)	(58,044)	(9,030)	(22,308)		
Total Other Financing Sources (Uses)	(3,000)	(5,000)	(25,000)	70,771	232,000	168,956	(9,030)	(22,308)	-	-
Net Change in Fund Balances	\$ (142,620)	\$ (199,123)	\$ (25,841)	\$ (619,338)	\$ (106,014)	\$ 400,051	\$ 82,654	\$ (23,671)	\$ 115,338	\$ 53,932
Debt Service as a Percentage of Non-capital Expenditures	5.46%	5.12%	5.00%	6.87%	7.81%	10.18%	4.41%	4.42%	4.63%	4.48%

Source: District Records

NOTE: Noncapital expenditures are total expenditures less capital outlay, capital projects fund and debt service.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 GENERAL FUND-OTHER LOCAL REVENUES BY SOURCE
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Description	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Interest Income	\$ 88,645	\$ 98,798	\$ 107,049	\$ 36,691	\$ 14,048	\$ 8,945	\$ 12,302	\$ 6,389	\$ 6,534	\$ 9,821
Tuition	14,700	17,744	19,757	52,348		85,100	93,109	207,069	154,083	91,559
Book Fines	668	80			87		39			
Prior Year Accounts Payable Canceled	8,403	4,284	1,850	1,280	5,039			1,402	1,176	1,725
Insurance Dividends	6,762									
Prior Year Refunds	7,747	4,580	4,174	3,046	78	129	3,711	159	4,149	
Miscellaneous	540	20	6	385	114	46		38	273	105
Donations		16,982				70				
Premium Received on Sale of Temporary Notes			77							
Outstanding Checks Voided	1,146	33					5,973	2,077	229	
Safety Grant					2,475					
Sale of Surplus Equipment					2,164					
Building Use Fees				15,508	6,878	7,240	7,240	7,240	8,983	5,245
Sale of Books							192			
School Boards Association Grant							5,600	5,800		
Training Fees								2,625		
Activity Fees						1,505	1,530	1,980	1,420	1,395
Annual Totals	<u>\$ 128,611</u>	<u>\$ 142,521</u>	<u>\$ 132,913</u>	<u>\$ 109,258</u>	<u>\$ 30,883</u>	<u>\$ 103,035</u>	<u>\$ 129,696</u>	<u>\$ 234,779</u>	<u>\$ 176,847</u>	<u>\$ 109,850</u>

Source: District Records

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 42,729,100	\$ 33,421,700	\$ 27,780,400	\$ 23,145,300	\$ 19,873,200	\$ 14,932,700	\$ 13,406,100	\$ 12,754,400	\$ 10,448,300	\$ 9,380,000
Residential	591,260,800	613,108,800	644,944,300	653,844,600	661,048,700	670,392,500	661,932,700	654,129,600	569,320,900	567,628,200
Farm Regular	102,581,300	110,104,700	114,371,300	119,772,700	120,545,600	121,687,600	122,866,700	123,550,900	106,917,400	108,879,000
Qualified Farm	4,053,249	3,972,780	3,864,670	3,962,339	3,957,181	4,037,633	4,082,151	4,052,732	4,235,179	4,272,779
Commercial	21,353,888	21,479,488	21,719,788	21,679,788	21,720,188	21,752,488	21,045,588	20,957,488	19,100,800	18,850,800
Industrial	2,534,800	2,534,800	2,534,800	2,534,800	2,534,800	2,534,800	2,534,800	1,034,800	836,200	836,200
Apartment	418,900	418,900	418,900	418,900	418,900	418,900	418,900	418,900	230,400	230,400
Total Assessed Value	764,932,037	785,041,168	815,634,158	825,358,427	830,098,569	835,756,621	826,286,939	816,898,820	711,089,179	710,077,379
Public Utilities (a)	1,952,128	2,004,605	1,769,750	1,515,311	1,960,839	2,175,745	2,293,602	2,109,187	178,774	165,764
Net Valuation Taxable	\$ 766,884,165	\$ 787,045,773	\$ 817,403,908	\$ 826,873,738	\$ 832,059,408	\$ 837,932,366	\$ 828,580,541	\$ 819,008,007	\$ 711,267,953	\$ 710,243,143
Estimated Actual County Equalized Value	\$ 835,122,231	\$ 893,908,093	\$ 916,853,752	\$ 900,393,499	\$ 884,510,905	\$ 855,451,114	\$ 802,261,594	\$ 777,229,047	\$ 770,673,063	\$ 788,527,459
Percentage of Net Valuation to Estimated Actual County Equalized Value	91.83%	88.05%	89.15%	91.83%	94.07%	97.95%	103.28%	105.38%	92.29%	90.07%
Total Direct School Tax Rate (b)	\$ 0.88	\$ 0.90	\$ 0.91	\$ 0.91	\$ 0.95	\$ 0.93	\$ 0.96	\$ 0.97	\$ 1.14	\$ 1.16

*

Source: Municipal Tax Assessor

NOTE Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.
 Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment

(a) Taxable Value of Machinery, Implements and Equipments of Telephone and Messenger System Companies
 (b) Tax rates are per \$100

* Revalued/Reassessed

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate						Overlapping Rates		Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6)		Regional School Rate	Municipality	County		
			Direct School Tax Rate	Total					
2006	\$ 0.83	\$ 0.05	\$ 0.88	\$ 0.52	\$ 0.21	\$ 0.39	\$ 2.00		
2007	0.85	0.05	0.90	0.56	0.21	0.38	2.05		
2008	0.84	0.07	0.91	0.55	0.21	0.37	2.04		
2009	0.84	0.07	0.91	0.57	0.21	0.38	2.07		
2010	0.88	0.07	0.95	0.53	0.21	0.36	2.05		
2011	0.88	0.05	0.93	0.52	0.21	0.35	2.01		
2012	0.90	0.06	0.96	0.57	0.21	0.34	2.08		
2013	0.92	0.05	0.97	0.59	0.21	0.34	2.11		
2014	* 1.08	0.06	1.14	0.70	0.24	0.40	2.48		
2015	1.10	0.06	1.16	0.75	0.24	0.41	2.56		

Sources: Municipal Tax Collector

NOTE: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the prebudget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

- (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.
- * Revalued/Reassessed

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS,
 CURRENT YEAR AND NINE YEARS AGO

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Individual Property Owner	\$ 4,250,000	1	0.60%	\$ 6,182,300	1	0.81%
Sky Manor Airport Partners LLC	2,598,800	2	0.37%			
Columbia Gas Transmission	2,427,300	3	0.34%	2,571,488	3	0.34%
Individual Property Owner	1,460,100	4	0.21%	3,561,300	2	0.46%
Individual Property Owner	1,428,700	5	0.20%			
Bloomsbury Orchards LLC	1,316,700	6	0.19%			
Manchada Shapiro Rauch LLC	1,209,300	7	0.17%	1,541,000	7	0.20%
Alexandria Airpark LLC	1,196,700	8	0.17%			
Individual Property Owner	1,168,000	9	0.16%			
DeSapio Properties #Six Inc	1,146,600	10	0.16%			
CP Assignment LTD c/o Burkhardt				1,993,500	4	0.26%
Individual Property Owner				1,646,200	5	0.21%
United Telephone Company of NJ				1,624,073	6	0.21%
Saphire Inc c/o Riveraide Jeans				1,486,900	8	0.19%
Individual Property Owner				1,307,200	9	0.17%
High Brass Farm LLC				1,241,700	10	0.16%
	<u>\$ 18,202,200</u>		<u>2.56%</u>	<u>\$ 23,155,661</u>		<u>3.02%</u>

Source: Municipal Tax Assessor

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 14,437,176	\$ 14,044,869	97.69%
2006	15,931,698	15,474,906	97.13%
2007	16,649,297	16,157,347	97.05%
2008	16,864,974	16,357,947	96.99%
2009	17,244,150	16,796,794	97.41%
2010	17,108,149	16,736,531	97.83%
2011	16,814,218	16,484,702	98.04%
2012	17,240,449	16,920,099	98.14%
2013	17,360,535	16,983,790	97.83%
2014	17,626,188	17,264,789	97.95%

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

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

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities	Total District	% of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2006	\$ 4,575,000					\$ 4,575,000	1.53%	\$ 925
2007	4,280,000					4,280,000	1.31%	851
2008	3,970,000			\$ 770,000		4,740,000	1.36%	926
2009	3,650,000			616,000		4,266,000	1.21%	831
2010	3,315,000			357,000		3,672,000	1.09%	714
2011	2,820,000					2,820,000	0.87%	571
2012	2,450,000					2,450,000	0.71%	497
2013	2,080,000					2,080,000	0.57%	424
2014	1,695,000					1,695,000	0.46%	346
2015	1,300,000					1,300,000	N/A	266

NOTE

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

- (a) See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- (b) Includes Early Retirement Incentive Plan (ERIP) refunding

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
 LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	General Bonded Debt Outstanding		% of Actual Taxable Value (a) of Property	Per Capita (a)	
	General Obligation Bonds	Deductions			Net General Bonded Debt Outstanding
2006	\$ 4,575,000		\$ 4,575,000	0.60%	\$ 910
2007	4,280,000		4,280,000	0.54%	836
2008	4,740,000		4,740,000	0.58%	923
2009	4,266,000		4,266,000	0.52%	829
2010	3,672,000		3,672,000	0.44%	743
2011	2,820,000		2,820,000	0.34%	572
2012	2,450,000		2,450,000	0.30%	499
2013	2,080,000		2,080,000	0.25%	425
2014	1,695,000		1,695,000	0.24%	346
2015	1,300,000		1,300,000	0.18%	266

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

- (a) See Exhibit NJ J-6 for property tax data.
- (b) Population data can be found in Exhibit NJ J-14.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2014

GOVERNMENTAL UNIT	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Municipality	\$ 6,971,750	100.00%	\$ 6,971,750
Regional High School	2,580,000	33.29%	858,882
County General Obligation Debt	70,347,424	3.73%	2,624,916
Subtotal, Overlapping Debt			10,455,548
School District Direct Debt			1,300,000
Total Direct and Overlapping Debt			<u>\$ 11,755,548</u>

Sources: Assessed Value Data Used to Estimate Applicable Percentages
Provided by the County Board of Taxation. Debt Outstanding Data
Provided by Each Governmental Unit.

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 the Municipality. 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.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION,
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2015

Equalized Valuation Basis	
2014	\$ 789,485,044
2013	769,425,280
2012	<u>784,027,839</u>
	<u>\$ 2,342,938,163</u>
Average Equalized Valuation of Taxable Property	\$ 780,979,388
Debt Limit (3.0% of Average Equalization Value)	23,429,382 (a)
Total Net Debt Applicable to Limit	<u>1,300,000</u>
Legal Debt Margin	<u>\$ 22,129,382</u>

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Limit	\$ 19,601,282	\$ 22,352,717	\$ 24,994,255	\$ 26,753,797	\$ 27,051,970	\$ 26,408,904	\$ 25,339,953	\$ 24,406,356	\$ 23,625,892	\$ 23,429,382
Total Net Debt Applicable	<u>4,575,000</u>	<u>4,280,000</u>	<u>4,740,000</u>	<u>4,266,000</u>	<u>3,672,000</u>	<u>2,820,000</u>	<u>2,450,000</u>	<u>2,080,000</u>	<u>1,695,000</u>	<u>1,300,000</u>
Legal Debt Margin	<u>\$ 15,026,282</u>	<u>\$ 18,072,717</u>	<u>\$ 20,254,255</u>	<u>\$ 22,487,797</u>	<u>\$ 23,379,970</u>	<u>\$ 23,588,904</u>	<u>\$ 22,889,953</u>	<u>\$ 22,326,356</u>	<u>\$ 13,839,531</u>	<u>\$ 22,129,382</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	23.34%	19.15%	18.96%	15.95%	13.57%	10.68%	9.67%	8.52%	7.17%	5.55%

Source: Equalized Valuation Bases were Obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation

(a) Limit Set by NJSA 18A.24-19

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2005	4,947	\$ 299,169,825	\$ 60,475	4.6%
2006	5,029	326,497,767	64,923	5.7%
2007	5,118	349,513,338	68,291	4.9%
2008	5,134	352,947,098	68,747	6.4%
2009	5,145	338,021,355	65,699	11.4%
2010	4,942	324,644,922	65,691	11.7%
2011	4,932	343,844,244	69,717	11.5%
2012	4,905	365,589,270	74,534	11.8%
2013	4,898	369,911,654	75,523	8.0%
2014	4,893	N/A	N/A	4.5%
2015	4,893	N/A	N/A	N/A

Sources:

- (a) Population Information Provided by the NJ Dept of Labor and Workforce Development
- (b) Personal Income has Been Estimated Based Upon the Municipal Population and Per Capita Personal Income Presented
- (c) Per Capita Personal Income by County Estimated Based Upon the 2000 Census Published by the US Bureau of Economic Analysis.
- (d) Unemployment Data Provided by the NJ Dept of Labor and Workforce Development

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2015			2006		
	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Instruction:										
Regular	45.0	46.4	46.0	46.1	46.8	45.5	41.7	40.0	44.0	44.0
Special Education	21.0	29.5	24.0	19.0	19.0	16.5	16.3	18.0	17.4	19.0
Other Instruction	1.0	0.1	0.3	0.4	0.2	0.2	1.0	1.0	3.0	3.0
Support Services:										
Student and Instruction Related Services	14.0	10.4	10.0	11.6	14.7	14.0	16.6	16.3	16.6	11.0
General Administration	2.0	2.0	2.0	2.0	2.0	2.0	1.8	1.8	2.0	2.0
School Administration Services	6.0	6.0	6.0	6.0	6.0	6.0	5.8	5.8	4.0	4.0
Central Services	3.0	3.0	3.0	3.0	3.0	3.0	2.7	2.8	3.0	3.0
Plant Operations and Maintenance	8.0	7.0	3.0	6.5	6.4	5.8	5.2	5.7	6.0	5.0
Total	100.0	104.4	94.3	94.6	98.1	93.0	91.0	91.3	96.0	91.0

Sources: District Personnel Records

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures (a)</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff (b)</u>	<u>Teacher Ratio</u>	<u>Average Daily Enrollment (ADE) (c)</u>	<u>Average Daily Attendance (ADA) (c)</u>	<u>% Change in Average Daily Enrollment</u>	<u>Student Attendance Percentage</u>
2006	656	8,534,412	13,010	11.04%	67.5	1 to 9.72	656.1	625.7	-2.10%	95.37%
2007	659	9,193,074	13,950	7.23%	69.9	1 to 10.61	659.3	632.4	0.49%	95.92%
2008	633	9,491,364	14,994	7.49%	66.8	1 to 9.47	633.3	609.2	-3.94%	96.19%
2009	624	9,547,536	15,301	2.04%	70.1	1 to 8.90	624.8	599.8	-1.34%	96.00%
2010	616	9,727,207	15,791	3.20%	73.6	1 to 6.50	615.6	590.2	-1.47%	95.87%
2011	589	9,283,529	15,762	-0.19%	68.9	1 to 6.60	589.2	563.3	-4.29%	95.60%
2012	563	10,197,929	18,114	14.92%	68.6	1 to 6.50	562.6	541.2	-4.51%	96.20%
2013	560	10,569,435	18,874	4.20%	63.8	1 to 6.60	559.9	535.1	-0.48%	95.57%
2014	525	10,380,467	19,772	4.76%	66.0	1 to 8.00	524.6	503.9	-6.30%	96.05%
2015	493	10,645,830	21,594	9.21%	65.0	1 to 7.60	493.0	471.3	-6.03%	95.60%

Source: District Records

(a) Operating Expenditures Equal Total Expenditures Less Debt Service and Capital Outlay.

(b) Teaching Staff Includes Only Full-Time Equivalents or Certificated Staff.

(c) Average Daily Enrollment and Average Daily Attendance are Obtained from the School Register Summary (SRS).

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 SCHOOL BUILDING INFORMATION
 LAST TEN FISCAL YEARS

DISTRICT BUILDING	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>Alexandria Middle School (1980)</u>										
Square Feet	75,873	75,873	74,106	74,106	74,106	74,106	74,106	74,106	74,106	74,106
Capacity (Students)	564	519	519	519	519	519	519	519	519	519
Enrollment	381	375	371	377	373	367	352	326	303	291
<u>Lester D Wilson Elementary School (1900)</u>										
Square Feet	34,800	34,800	36,301	36,301	36,301	36,301	36,301	36,301	36,301	36,301
Capacity (Students)	287	263	263	263	263	263	263	263	263	263
Enrollment	275	279	262	247	243	222	211	241	222	202
Number of Schools at June 30, 2015:										
Elementary	1									
Middle School	1									

District Facilities Office

Year of Original Construction is shown in Parentheses. Increase in Square Footage and Capacity are the Result of Renovations and Additions. Enrollment is Based on the Annual October District Court.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

	*School Facilities		Total
	Alexandria Middle School	Lester D. Wilson School	
2006	\$ 49,635	\$ 54,529	\$ 104,164
2007	26,136	38,451	64,587
2008	107,329	1,200	108,529
2009	92,963	380	93,343
2010	95,820	2,221	98,041
2011	52,936	3,545	56,481
2012	121,133	1,645	122,778
2013	88,939	300	89,239
2014	55,515	45,570	101,085
2015	120,753	53,742	174,495
Total School Facilities	<u>\$ 811,159</u>	<u>\$ 201,583</u>	<u>\$ 1,012,742</u>

* School Facilities as Defined Under EFCFA.
(NJAC 6A:26-1.2 and NJAC 6A:26A-1.3)

Source: District Records

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2015
(UNAUDITED)

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy-NJSIG:		
Property-Blanket Building & Contents (Fund Limit)	\$ 350,000,000	\$ 5,000
Comprehensive General Liability	16,000,000	
Boiler and Machinery	100,000,000	5,000
Crime Public Employee Dishonesty	250,000	1,000
Auto Liability	16,000,000	
Auto Physical Damage	Actual Cash Value	1,000
School Board Legal Liability-NJSIG:		
Errors and Omissions	16,000,000	5,000
Worker's Compensation-NJSIG:		
Per Accident Per Employee	2,000,000	
Per Disease Per Employee	2,000,000	
Disease Policy Limit	2,000,000	
Public Employees' Faithful Performance-NJSIG:		
Treasurer of School Monies Bond	250,000	1,000
Business Administrator's Bond	250,000	1,000
Student Accident Insurance-BMI Benefits through Berkeley:		
Policy Limit	1,000,000	
Pollution Liability-NJSIG through Zurich:		
UST Coverage at Scheduled Locations:		
Claim Limit	1,000,000	
Excess Liability-NJUEP:		
Fund Limit	24,000,000	

Source: District Records

SINGLE AUDIT SECTION

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

October 28, 2015

Honorable President and
Members of the Board of Education
Alexandria Township School District
County of Hunterdon, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Alexandria Township School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements, and have issued our report thereon dated October 28, 2015.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



William M. Colantano, Jr.
Public School Accountant
No. CS 0128

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

October 28, 2015

Honorable President and
Members of the Board of Education
Alexandria Township School District
County of Hunterdon, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Alexandria Township School District's (the District) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey OMB State Grant Compliance Supplement that could have a direct and material effect on each of the Board of Education's major federal and state programs for the year ended June 30, 2015. The Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Board of Education's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB 15-08. Those standards, OMB Circular A-133 and NJ OMB 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

Management of The Board of Education 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 Board of Education'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 program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJ OMB 15-08, 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 Board of Education'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 program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

**Report on Schedules of Expenditures of Federal Awards Required by OMB Circular A-133
and Expenditures of State Financial Assistance Required by NJ OMB 15-08**

We have audited the financial statements of the District as of and for the year ended June 30, 2015, and have issued our report thereon dated October 28, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and NJ Circular 15-08 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.



William M. Colantano, Jr.
Public School Accountant
No. CS 0128

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS-SCHEDULE A
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Grantor/Program Title	Federal CFDA Number	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014	Carryover Amount	Cash Received	Budgetary Expenditure	Adjustment	Repay of Prior Year Balance	Balance June 30, 2015		
											Accounts Receivable	Deferred Revenue	Due to Grantor
US Department of Education Passed Through State Department of Education: Special Revenue Fund:													
NCLB Title I A	84.010A	NCLB-002014	\$ 9,068	07/01/13-06/30/14	\$ (9,068)		\$ 9,068						
NCLB Title I A	84.010A	NCLB-002015	8,700	07/01/14-06/30/15			8,700	\$ 8,700					
NCLB Title II A	84.367A	NCLB-002014	8,400	07/01/13-06/30/14	(7,160)		7,160						
NCLB Title II A	84.367A	NCLB-002015	8,261	07/01/14-06/30/15			8,261	8,261					
Rural Education Achievement Program	84.358B	S358A147757	51,600	07/01/14-09/30/15			51,600	51,600					
Race to the Top	84.412A	N/A	783	N/A			783					\$ 783	
IDEA Basic	84.027	IDEA-002014	109,828	07/01/13-06/30/14	(109,828)		109,828						
IDEA Basic	84.027	IDEA-002015	114,586	07/01/14-06/30/15			114,586	114,586					
IDEA Preschool	84.173	IDEA-002014	4,948	07/01/13-06/30/14	(4,948)		4,948						
IDEA Preschool	84.173	IDEA-002015	4,946	07/01/14-06/30/15			4,946	4,946					
Total Special Revenue Fund					(131,004)	\$ -	319,880	188,093	\$ -	\$ -	\$ -	\$ 783	\$ -
US Department of Agriculture Passed Through State Department of Education: Enterprise Fund:													
Child Nutrition Cluster:													
National School Lunch Program-Non-cash Assistance (Commodities)	10.555	N/A	9,956	07/01/14-06/30/15			9,956	5,716				4,240	
National School Lunch Program-Non-cash Assistance (Commodities)	10.555	N/A	6,671	07/01/13-06/30/14	2,969			2,969					
National School Lunch Program-Cash Assistance	10.555	N/A	19,249	07/01/14-06/30/15			17,353	19,249			(1,896)		
National School Lunch Program-Cash Assistance	10.555	N/A	17,776	07/01/13-06/30/14	(1,822)		1,822						
Total Enterprise Fund					1,147	-	29,131	27,934	-	-	(1,896)	4,240	-
TOTAL FEDERAL FINANCIAL ASSISTANCE					\$ (129,857)	\$ -	\$ 349,011	\$ 216,027	\$ -	\$ -	\$ (1,896)	\$ 5,023	\$ -

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE-SCHEDULE B
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014	Cash Received	Budgetary Expenditure	Adjustment	Balance June 30, 2015			Memo	
								Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
State Department of Education												
General Fund												
Special Education Categorical Aid	15-495-034	\$ 335,552	07/01/14-									
	-5120-089		06/30/15		\$ 303,472	\$ 335,552		\$ (32,080)			\$ (32,080)	\$ 335,552
Special Education Categorical Aid	14-495-034	335,552	07/01/13-									
	-5120-089		06/30/14	\$ (33,110)	33,110							
Equalization Aid	15-495-034	644,612	07/01/14-									
	-5120-078		06/30/15		582,985	644,612		(61,627)			(61,627)	644,612
Equalization Aid	14-495-034	644,612	07/01/13-									
	-5120-078		06/30/14	(63,605)	63,605							
Security Aid	15-495-034	42,678	07/01/14-									
	-5120-084		06/30/15		38,598	42,678		(4,080)			(4,080)	42,678
Security Aid	14-495-034	42,678	07/01/13-									
	-5120-084		06/30/14	(4,211)	4,211							
Adjustment Aid	15-495-034	16,472	07/01/14-									
	-5120-085		06/30/15		14,897	16,472		(1,575)			(1,575)	16,472
Adjustment Aid	14-495-034	16,472	07/01/13-									
	-5120-085		06/30/14	(1,625)	1,625							
Transportation Aid	15-495-034	253,247	07/01/14-									
	-5120-014		06/30/15		229,036	253,247		(24,211)			(24,211)	253,247
Transportation Aid	14-495-034	253,247	07/01/13-									
	-5120-014		06/30/14	(24,988)	24,988							
School Choice Aid	15-495-034	305,808	07/01/14-									
	-5120-068		06/30/15		271,699	305,808		(34,109)			(34,109)	305,808
School Choice Aid	14-495-034	356,776	07/01/13-									
	-5120-068		06/30/14	(35,204)	35,204							
Extraordinary Special Education Costs Aid	15-100-034	133,825	07/01/14-									
	-5120-473		06/30/15			133,825		(133,825)			(133,825)	133,825
Extraordinary Special Education Costs Aid	14-495-034	103,935	07/01/13-									
	-5120-473		06/30/14	(102,861)	103,935	1,074						1,074
Non-Public Transportation Aid	15-495-034	5,710	07/01/14-									
	-5120-014		06/30/15			5,710		(5,710)			(5,710)	5,710
Non-Public Transportation Aid	14-495-034	10,197	07/01/13-									
	-5120-014		06/30/14	(10,197)	10,197							
PARCC Readiness Aid	15-495-034	4,750	07/01/14-									
	-5120-098		06/30/15		4,296	4,750		(454)			(454)	4,750
Per Pupil Growth Aid	15-495-034	4,750	07/01/14-									
	-5120-097		06/30/15		4,296	4,750		(454)			(454)	4,750
On-Behalf TPAF Pension Contribution- Teachers' Pension and Annuity Fund	15-495-034	256,905	07/01/14-									
	-5094-006		06/30/15		256,905	256,905						256,905
On-Behalf TPAF Pension Contribution- Non-Contributory Insurance	15-495-034	18,483	07/01/14-									
	-5094-007		06/30/15		18,483	18,483						18,483
On-Behalf TPAF Pension Contribution- Post Retirement Medical	15-495-034	437,179	07/01/14-									
	-5094-001		06/30/15		437,179	437,179						437,179
Reimbursed TPAF Social Security Contribution	15-495-034	356,937	07/01/14-									
	-5094-003		06/30/15		338,869	356,937		(18,068)			(18,068)	356,937
Reimbursed TPAF Social Security Contribution	14-495-034	366,022	07/01/13-									
	-5095-002		06/30/14	(18,075)	18,075							
Total General Fund				<u>(293,876)</u>	<u>2,795,665</u>	<u>2,819,982</u>	<u>\$ -</u>	<u>(316,193)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(316,193)</u>	<u>2,817,982</u>
NJ School Development Authority												
Capital Projects Fund:												
Lester D. Wilson Elementary Security Vestibule	0020-010-	35,560	07/01/13-									
	14-1001		06/30/17	(35,560)				(35,560)				(35,560)
Total Capital Projects Fund				<u>(35,560)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(35,560)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(35,560)</u>
State Department of Agriculture:												
Enterprise Fund Fund:												
State School Lunch Program	15-100-010	1,018	07/01/14-									
	-3350-023		06/30/15		917	1,018		(101)				1,018
State School Lunch Program	14-100-010	1,169	07/01/13-									
	-3350-023		06/30/14	(160)	160							
Total Enterprise Fund				<u>(160)</u>	<u>1,077</u>	<u>1,018</u>	<u>-</u>	<u>(101)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,018</u>
TOTAL STATE FINANCIAL ASSISTANCE				<u>\$ (329,596)</u>	<u>\$ 2,796,742</u>	<u>\$ 2,819,000</u>	<u>\$ -</u>	<u>\$ (351,854)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (316,193)</u>	<u>\$ 2,783,440</u>

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2015

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's general-purpose financial statements.

NOTE 3. RELATIONSHIP OF FINANCIAL STATEMENTS

The financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules 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 payment in the current budget year, which is mandated pursuant to PL 2004, Ch 97 (A3521). For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferred and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$4,154) for the general fund and \$-0- for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Financial assistance revenues are reported in the Board's financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund		\$ 2,822,136	\$ 2,822,136
Special Revenue Fund	\$ 188,093		188,093
Enterprise Fund	27,934	1,018	28,952
	\$ 216,027	\$ 2,823,154	\$ 3,039,181

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2015
(Continued)

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the USDA Commodities Program represent current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2015. TPAF Social Security Contribution represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the year ended June 30, 2015.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Federal Awards (Cont'd) NOT APPLICABLE

Dollar Threshold used to Distinguish Between
Type A and Type B Programs: _____

Auditee qualified as a low-risk auditee Yes No

State Awards

Dollar Threshold used to Distinguish Between
Type A and Type B Programs: \$300,000

Auditee Qualified as low-risk auditee X Yes No

Type of Auditor's Report Issued on Compliance
for Major Programs: Unmodified

Internal Control Over Major Programs:
1. Material weakness(es) identified? Yes X No

2. Reportable conditions identified
that are not considered to be material
weaknesses? Yes X No

Any Audit Findings Disclosed That are Required
to be Reported in Accordance with NJ OMB
Circular Letter 15-08? Yes X No

Identification of Major Programs:

<u>GMIS Numbers</u>	<u>Amount</u>	<u>Name of State Program</u>
15-495-034-5120-014	\$ 253,247	Transportation Aid
15-495-034-5120-068	305,808	School Choice Aid
15-495-034-5120-078	644,612	Equalization Aid
15-495-034-5120-089	335,552	Special Education Aid
15-100-034-5120-473	133,825	Extraordinary Aid

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SECTION II-FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs for the year ended June 30, 2015.

SECTION III-FEDERAL AWARDS AND STATE FINANCIAL
ASSISTANCE FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs for the year ended June 30, 2015.

ALEXANDRIA TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

K-7

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

There were no prior year findings or questioned costs.