

***MONMOUTH REGIONAL HIGH
SCHOOL DISTRICT
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2015***

SCHOOL DISTRICT
OF
MONMOUTH REGIONAL HIGH SCHOOL

Monmouth Regional High School Board of Education
Tinton Falls, New Jersey

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2015

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

of

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT

TINTON FALLS, NEW JERSEY

For the Fiscal Year Ended June 30, 2015

Prepared by

***Monmouth Regional High School District Board of Education
Finance Department***

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**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
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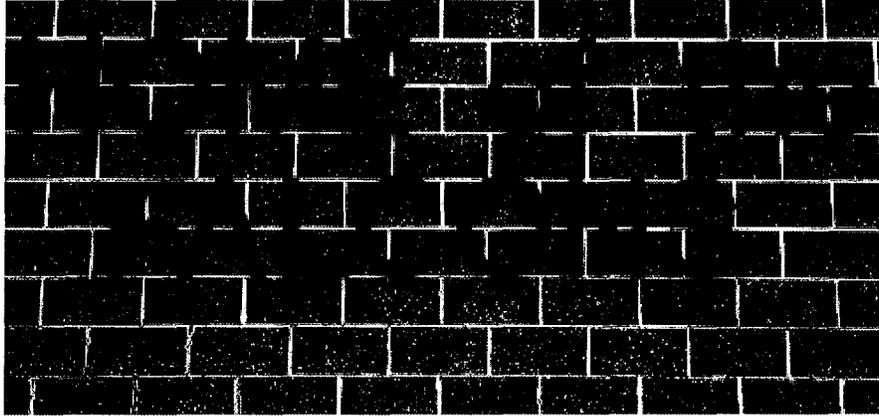
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INTRODUCTORY SECTION

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT



(Welcome to Falcon Nation)

MONMOUTH REGIONAL HIGH SCHOOL
BOARD OF EDUCATION
TINTON FALLS, NEW JERSEY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION
Eatontown * Shrewsbury Township * Tinton Falls*Earle Weapons Station

Dr. Charles R. Ford, Jr.
 Superintendent (to 6/30/15)

1 Norman J Field Way
 Tinton Falls NJ 07724

Maria A. Parry, CPA, PSA
 School Business
 Administrator/Secretary to the Board

50 Years of Falcon Pride 1960-2010

November 17, 2015

Honorable President and
 Members of the Board of Education
 Monmouth Regional High School District
 County of Monmouth
 Tinton Falls, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report of the Monmouth Regional High School District (District) for the fiscal year ended June 30, 2014 is hereby submitted in accordance with Governmental Accounting Standards Board Statement 34 and 44. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Monmouth Regional High School Board of Education (Board.). To the best of our knowledge and belief, data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections as follows:

- The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and a list of consultants and advisors.
- The Financial Section includes the basic financial statements and schedules, as well as the auditor's report thereon.
- The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

- The Single Audit Section which states that the District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

SCHOOL DISTRICT ORGANIZATION

The Monmouth Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 and Statement 34. All funds and account groups of the district as included in this report. The Monmouth Regional High School Board of Education constitutes the district's reporting entity.

The district provides a full range of educational services appropriate to grade levels 9 through 12. These include regular and vocational as well as special education for handicapped students. The District completed the 2014-2015 fiscal year with an average daily enrollment of 947.90 students. Enrollment is defined as students on roll and students placed out of district. Established in 1960, the district is one building which encompasses over 79 acres, 9 wings, 2 floors, 2 gymnasiums, full service cafeteria and state of the art fitness and performing arts centers comprise the district's school facilities.

The district receives students from three towns: Shrewsbury Township, Eatontown and Tinton Falls. In addition to the three towns, the district serves the students of Naval Weapons Station Earle. The district receives students from Naval Weapons Station Earle, located in Colts Neck NJ. Shrewsbury Township is the smallest of the three sending towns, spanning only about a few blocks in length. Eatontown is the next largest township and Tinton Falls has the largest square miles of the sending towns.

The Board of Education is comprised of members from all three sending districts. In January 2013, due to reapportionment as directed by statute, the make-up of the board of education changed to: five members from Tinton Falls (was 4); three from Eatontown (was four); and one from Shrewsbury Township (unchanged). All receive equal weight votes and three are elected to three-year terms each November. The Board of Education meets on the first and third Tuesday of the month for regular board meetings. The meetings held on the third Tuesday are more financial in nature than on the first Tuesday of the month. The Board of Education also has two student representatives with non-voting rights on the board. A Junior Class Representative and a Senior Class Representative are selected from the membership of the Student Council to sit on the board and give reports at each meeting. During its meetings the board determines district goals and priorities and conducts the business of the Board of Education. All Board

meetings are open to the public and begin at 7:30 p.m., unless a time change is needed which is then properly advertised.

In early 2012, the State of New Jersey gave school districts the option to continue to vote on tax levies in April or waive the vote on the tax levy (move the election of board members to November) as long as the district did not go over the 2% cap. This decision was a four year decision of the Board of Education. At this time, it appears the Board of Education will continue with this option for the future.

The Monmouth Regional PTSA is very active in the District and provides community support for a variety of programs and activities for the students. Recently, the PTSA created grants for teachers to offset costs for items such as supplies and field trips. There are active booster/parent clubs for the band, and performing arts faction of the school. Additionally there are sixteen private scholarship funds offered to graduating students. All associations/clubs and scholarships are very supportive to the students and the district. In September 2007, a family donated monies towards a summer internship program in the technology department. This internship, funded for a minimum of five years, allows a current or recently graduated Monmouth Regional student to work in the district's information technology department. This same family also donated funds to purchase a \$25,000 projector which now is housed in the Performing Arts Center (PAC). In October 2012, the family donated an additional \$9,000 to the district to continue the technology internship for three more years, which concluded with summer 2015. The Monmouth Regional High School Board of Education is very grateful to this family for their generosity.

The students publish a student newspaper entitled *The Falconaire* which is published approximately eight times during the school year. This newspaper is also shown on the district's website: www.monmouthregional.net which houses various pieces of information about the district and has contact information for a user to navigate to. In the 2007-2008 school year, the *Falconaire Newspaper* went online and began to publish an online expanded version of the school newspaper. This has proven to be very successful for both students and the school. The newspaper continues to receive numerous awards for their journalistic efforts.

The current district website of www.monmouthregional.net was expanded to include public information and continues to be a source of all information for any individual who has internet access.

In 2008 the District instituted the Honeywell Instant Alert program, allowing for parents, staff and students to receive "instant alerts" via their cell phone, landline phone, and e-mail for events that pertain to Monmouth Regional High School. This program has replaced the "snow chain" of informing individuals of school closings. Due to the success of the Instant Alert System, the district uses it often for messages about upcoming events at the school, and not just for emergencies.

EDUCATIONAL PROGRAM/REPORTING ENTITY AND ITS SERVICES

As stated earlier, the District completed the 2014-2015 fiscal year with an average daily enrollment of 947.90 students. Enrollment is defined as students on roll and students placed out of district. The following details the changes in the student enrollment of the District over the past few years.

Average Daily Enrollment		
Fiscal Year	Student Enrollment	Percent Change
2014-2015	947.90	.0077%
2013-2014	940.60	(5.1)%
2012-2013	991.10	1.2%
2011-2012	979.00	(3.79)%
2010-2011	1,017.6	(6.3)%
2009-2010	1,086.5	(3.3)%
2008-2009	1,123.6	(4.23)%
2007-2008	1,173.2	.23%
2006-2007	1,170.4	(4.22)%
2005-2006	1,222.0	1.28%

The District provides a full range of educational services appropriate to grade levels 9 through 12. The school follows the district-wide goals and educational approaches to the teaching of children, while maintaining a unique personality that make up that particular school. All curricula in our district have been aligned to the New Jersey Core Curriculum Content Standards.

High School: The building has one Principal, two Assistant-Principals, and two school nurses. The rest of the administrative team is made up of the following individuals:

- A. Supervisors:
 - a. Applied Technology
 - b. English
 - c. Math/Science
 - d. Social Studies/World Language/ESL
 - e. Music/Media Center (supervised by Assistant Principal)
- B. Director of Athletics/Supervisor of Physical Education
- C. Director of Guidance/Health Services
- D. Director of Special Services (currently there is a CST Consultant)
 - a. Child Study Team
 - b. Special Education Instructional Supervisor
 - c. Basic Skills Instruction

The district continues to work to combine supervisor positions to create future savings, while maintaining effective and efficient educational leadership.



The award winning Monmouth Regional High School Marching Band

The school can be best described as a warm, friendly and a full of school spirit environment.

Monmouth Regional High School offers a comprehensive educational program that was developed to meet the needs of all students, whether they are in the need of advanced placement courses, remedial instruction, or something in between.

In 2011-2012 the district implemented Professional Learning Communities (PLC) to foster professional dialogue and writing portions of curriculum. This change in direction continues to save the district dollars spent in curriculum writing. All curriculum is now written in the Understanding by Design format. This is a living document which is updated constantly through the PLC environment. All teachers continue to maintain their own websites through the Monmouth Regional High School website. In 2012-2013 the new teacher evaluation system EE4NJ was embraced by the staff and administration. The staff and administration spent the year training to get ready for its implementation for the 2013-2014 school year. The district is currently utilizing the evaluation system quite smoothly.

In 2008-2009, several departments developed a new program, the AP Academy in an effort to retain more high-performing students than losing them to the Vocational School Academies. This program was created without any strain on district funds. The students selected for entry into the program will have a four year course of rigorous study outlined for them that includes accelerated or Advanced Placement courses, senior capstone project, seminars and the potential to earn up to 30 college level credits. In June 2015 the third class of the AP Academy graduated- an accomplishment attributed to the hard work of the faculty and administration.

The English Department presents a variety of activities within its course content. Reading discussions in both large and small group settings, short story and poetry writing, dramatic recitation, audio and video presentations, and other techniques enhance class format. Articulation between different high schools is encouraged in this department. Teachers have utilized the team teaching practice, implemented higher level thinking skills in its teaching practice, and developed longitudinal portfolios to support college application trends. The English Department has instituted a drop-in computer lab that is staffed by an English teacher. The English Department's website can be found at <http://www.monmouthregional.net/mrhs/Departments/English/>

The Mathematics Department offers a wide variety of courses, both in mathematics and computer science, to meet the needs of the students. To meet this need, the staff incorporates small group instruction as well as peer-to-peer tutoring. A double block period of Algebra 1 was added to give all students access to algebra. An additional course of study in Flash Technology was added in 2007-2008 due to the student's requests for the program. Students are given the opportunity to see mathematics in real-life applications through the addition of a Probability and Statistics course. In 2015, a course titled, College Math Topics was added to meet the needs of senior students who have post-secondary education aspirations, but who aren't ready for the rigors of Pre-calculus. The Math League competitive program is run through this department- challenging students to show off their math knowledge against other schools in the county. Monmouth Regional always fares well against competing schools. The department is committed to excellence in mathematics education and its desire to enlighten the students on the power of mathematics. The Math Department's website can be located at the following web address: <http://www.monmouthregional.net/mrhs/Departments/Mathematics/>

The Science Department offers courses at different levels allowing students of diverse abilities to enroll in science classes. The students are engaged in cooperative learning activities as well as research projects as part of their science experience. Innovative Forensics and Med-Tech programs meet the needs of students of all ability levels. With the popularity of television shows such as “*CSI*”, “*NCIS*”, and “*Bones*” (to name a few), the forensic science class has been a very popular one for students. In November 2012 the taxpayers voted to approve a \$6 million bond referendum- which 8 renovated science classrooms made up the majority cost of the project. These classrooms were completed in summer 2014 and are paying off with the renewed interest in the sciences. The Science Department’s website can be located at the following web internet address: <http://www.monmouthregional.net/mrhs/Departments/Science/>

The Social Studies Department offers a wide variety of courses beyond the state mandated requirement of world history and United States history I&II. Students can chose from a variety of electives including: African Studies, Introduction to Economics, Holocaust, Genocide and Modern Humanity (college credit in conjunction with Kean University), and Introduction to Psychology, Sociology and Minorities in America. The department’s Advanced Placement offerings include: American Government and Politics, English Literature& Humanities, European History, Psychology, United State History and World History. Additionally clubs and programs like Adopt a Survivor, Amnesty International, Key Club, Mock Trial, Model United Nations Psychology, R U Aware, and Student Council provide students opportunities to become involved in service learning and leadership development outside of the classroom. The Social Studies Department website can be located at the following web address: <http://www.monmouthregional.net/mrhs/Departments/Social%20Studies/>

The Special Education Department at Monmouth Regional High School is all-inclusive and consists of two separate child study teams. It offers a curriculum which has established priorities, objectives, and goals for all courses and units within the program that are based on clearly defined expectations for all students. The learning expectations of the special education curriculum address the diverse learning needs of the students without compromising the essential knowledge and skills students are expected to learn. The Special Education Department employs a multi-sensory and teacher-centered format for the learning disabled student. Individualized programs such as the Wilson Reading Program, Study Island, and the Career Training Program are used to address the unique needs of our classified high school students. In 2010-2011, an Alternate School Program (In-District) was created for students that are struggling during the day, but are capable to stay in-district rather than look for a placement elsewhere. This has been a successful program and the district, in 2012-2013 opened up the AIM program in-district to save additional tax dollars. Future plans include a self-contained Autism classroom for multiple grade levels. The Special Education Department website is at: <http://www.monmouthregional.net/mrhs/Departments/Special%20Services/>

The World Language Department offers programs that provide a core curriculum in four language skills: listening, speaking, reading, and writing. Its wide range of offerings promotes tolerance and embrace diversity. Students are encouraged to think beyond their own backgrounds and value the differences within the world community. Students have opportunities to expand their study of world languages beyond the state mandated year requirement. The department offers the following sequence of courses:

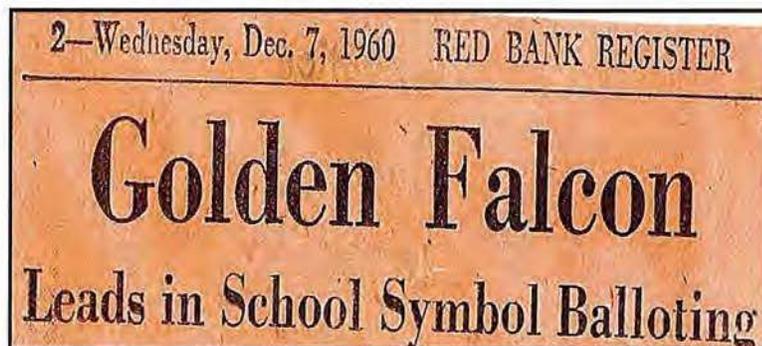
French I, II, III, IV, and Advanced Placement French

Spanish I, II, III, IV, Latin America, and Advanced Placement Spanish
Lain I, II, III, and IV.

Students can take Latin America and Advanced Placement Spanish for college credit through Seton Hall. French, Spanish, and Latin Clubs provide students with opportunities to explore the culture of their respective languages. Lastly our English as a Second Language program is comprised of students from Belize, Ecuador, Egypt, France, Haiti, India, Italy, St. Maarten, and Venezuela. The primary goal is to build on students' existing academic, social and cultural backgrounds to assist them in becoming proficient in English.

The World Language Department website can be located at the following address:
<http://www.monmouthregional.net/mrhs/Departments/World%20Language/>

The Physical Education Department offers a wide variety of activities that allow students to develop socially, emotionally, cognitively, and physically. Students are involved in many activities including the use of the fitness center and the Adventure Training course. The low elements course was built in 2005 while the high elements course was built in 2006. Students are taught teamwork, problem-solving, and motivational techniques throughout these activities. Included as part of the Physical Education Department are drivers' education and health. Additional equipment was purchased in 2008 and 2009 to add to the fitness center to expand the healthy lifestyle program. The Health curriculum was designed to teach students life skills. Activities in the classes foster communication skills and cooperative learning that teach, among other things, respect. The Physical Education Department website can be located at the following address:
<http://www.monmouthregional.net/mrhs/Departments/Physical%20Ed/>



How the district became the “MRHS Falcons” – by school vote!!

The Business Department identifies elective courses that begin with the required Financial Literacy and extend up through marketing and A/P Economics. All courses are infused with life skills designed to encourage problem-solving, critical thinking and intellectual inquiry. This is an extensive, practical program grounded in accomplishing the goals set before them. Students are afforded the opportunity to express themselves creatively and develop their own imagination while gaining a broad appreciation of the business world.

The Business Department website can be found at:

<http://www.monmouthregional.net/mrhs/Departments/Art%2C%20Business%2C%20Home%20Economics%20and%20Industrial%20Arts/>

The Family and Consumer Science Department offers courses across three broad areas: foods, child development, clothing, and fashion design. These programs were designed to prepare students for college in culinary, teaching and fashion, as well as providing life skills for the students. The program accommodates students from all ability levels. The learning is student-centered with the teacher in the role of facilitator. Students who have participated in this course of studies have won in competitions at the Regional, State and National levels. The FCS website can be found at the listed address above.

The Industrial Arts Department offers courses, strongly emphasizing and concentrating on current technology, in the fields of graphic arts, photography, electronics technology, and engineering graphics. Also, Robotics and Pre-Engineering are part of a new STEM course of study, integrating with advanced Math and Science Classes. The curricula are determined by skill level rather than grade level. The Cisco Networking Academy, housed under this department, teaches students to design, build, and maintain computer networks. Upon completion of Cisco II, students have the opportunity to take the Cisco Certified Network Association exam and receive certification upon passing. Students successfully completing Cisco I and II are also eligible for 12 credits at Brookdale Community College in Networking. The Industrial Arts website can be found at the listed address above.

The Music program at Monmouth Regional High School offers courses in band, entertainment techniques, chorus, and music theory. All curricula cover music of various cultures, eras, and styles. Both vocal and instrumental students are afforded the opportunity to receive individual instrumental lessons for more selective ensembles. The Music Department website can be found at the following address http://www.monmouthregional.net/mrhs/Departments/Music.html/_top



What is your Why?

Student Activities and Athletics

Monmouth Regional High School is home to 22 sports teams and over 40 student activities clubs/organizations. Combined, these teams/clubs have brought distinction to Monmouth Regional High School by being the recipient of countless awards and recognition. A few examples of such honors are:

- **Count Basie Awards for drama productions**
- **Jazz and Marching Band Competition awards of 1st place**
- **Local, county and state champion sports teams**
- **Sportsmanship Awards for sports teams voted on by other coaches**
- **Winning the Physics Olympics**
- **DECA national and state awards**
- **FCCLA national and state awards**
- **FBLA national and state awards**



Monmouth Regional Girl's Field Hockey in Action (courtesy of Link Sports)

Hall of Fame

In 2010 the district restarted the Hall of Fame. There are two categories- Academic and Athletic. In 2012, and 2014 the honorees were included to be former employees of the district. The next induction will be Fall 2016. This program runs every 2 years and has been very successful. It is one of the many unique programs about Monmouth Regional High School.

Core Curriculum Contents Standards

Our district is in line with the New Jersey Core Curriculum Contents Standards. English and Math have converted to common core content standards and in summer 2015 Science will be re-aligning curriculum to the next generation standards recently adopted by the NJ Department of Education. All district curricula have been aligned with the Standards.

Staff Development

The Monmouth Regional High School District provides its teaching staff with many opportunities for professional development. New teachers/staff have an additional day dedicated to new teacher training. A teacher's manual is given to all new teachers as well as an assigned mentor to provide support throughout the school year.

In the beginning of the year, two full days are dedicated to staff development. The teachers meet in the morning for sessions, have lunch, and then in the afternoon have breakout sessions regarding the training.

During the year there are three additional days dedicated to staff development. The topics can range from bullying, character education, technology diversification and assessment. The teachers spend the morning in workshops, have lunch and then in the afternoon have breakout sessions to work on their assessments. Throughout the school year teachers are afforded the opportunity for professional days as well as after school programs taught in-district. Technology has been rapidly changing in Monmouth Regional. The technology department has kept up with technology by offering Wednesday Technology Sessions- technology oriented sessions after school to teacher's dismissal time on a wide range of technology subjects- Laptops, Active Boards, Excel, iPad usage, Word, and even Microsoft Access. This has been a success in the district.

Technology

The district technology plan, originally written in 1997, was re-approved for a three year period of July 1, 2013 to June 30, 2016. The plan can be found at this link: <http://www.monmouthregional.net/mrhs/Public%20Info/Public%20Information/District%20Technology%20Plan%202013%20-%202016.pdf>

With the mandate of PARCC (Partnership for Assessment of Readiness for College and Careers) online testing, the technology department has been very busy making sure Monmouth Regional High School's servers can handle the multiple users at one time taking the test.

The district has been upgrading technology for both staff and students. Updated laptops for the staff, with existing ones being put into circulation for the students, ipads and chrome books have all been purchased.

A reorganization of the department in spring of 2015 will allow for the students and staff to now be ahead of the technology curve instead of keeping up with it. Future projects include a camera buzzer system, new computers for the upcoming renovation of the library, an updated website, VoIP phone system, and additional ways to communicate with parents through the Genesis parent portal.

This is a very exciting, innovative time for technology at Monmouth Regional High School.

Business Office

The business office is comprised of the following individuals: School Business Administrator, Part Time Clerk, Secretary to the Business Administrator, Accounts Payable, Payroll, and Transportation Supervisor. This office is responsible for financially running the school district. Increased workload due to challenges faced from State and Federal mandates, while maintaining current staff levels, continues to be a challenge. In

January 2012 the district entered into a Business Service Agreement with the New Hanover Township Elementary School in Burlington County for School Business Administrator Services. This partnership has been successful and an alternate means of income for the district. The office is continually looking to streamline costs and find new opportunities for the district. The office continues to be a hard working component of the entire district.



The 2014 Hall of Fame Class (L to R: Major Theresa McKeller, Greg Welsh, Kimberly (Kirzow) Spratt, Bruce Rodman, Joe Miller, Stephanie Linder, Justin Bookman. Not present: Adam Kuehl (stationed in Germany during presentation).

ECONOMIC CONDITION AND OUTLOOK

The closing of Fort Monmouth on September 15, 2011 was a sad day for Eatontown, Tinton Falls and Shrewsbury Township. The reorganization of the Fort has begun with the building of a new office building off of Hope Road and new businesses moving in. In September 2014 auctions of equipment and property belonging to Fort Monmouth took place to make room for the second phase of the reorganization. Commvault, a successful technology company, moved into a new building in Tinton Falls. The district is establishing a relationship with Commvault for future internships for students. More buildings/offices are being approved for the former Fort Monmouth site which will add a

boost to not only the economics of the three towns, but it will also help Monmouth Regional with families moving within the district boundaries.

The district was informed in May 2011 that it is no longer eligible for Federal Impact Aid dollars. These offsetting tax amounts were eliminated in the 2011-2012 budget. The district has received impact aid monies in the past two years, which are from prior years (2008, 2009) and are significantly less than 10 years ago.

In Tinton Falls, residential housing will increase for the next several years due to new communities being built and opened over the next few years. A new “premium outlet” shopping center opened November 2008, increasing opportunities for individuals to live in Tinton Falls, Eatontown and Shrewsbury Township. There has been increased development in Tinton Falls with new housing along Wyckoff Road. These new town homes will have an effect on the future enrollment of Monmouth Regional. The percent of share, the calculation based upon current enrollments for determining how Monmouth Regional High School’s tax levy is split for the past few years is listed below:

2012-2013	57.2909531
2013-2014	55.5697071
2014-2015	57.3717316
2015-2016	57.989

While smaller geographically than Tinton Falls, Eatontown has a larger population and is more densely populated. Eatontown is 90% developed and has fewer than fifty lots available for residential development. Recently, a former mobile home site was renovated into town homes which will assist in bringing more students. The percent of share for Eatontown over the past few years is listed below:

2012-2013	41.3552031
2013-2014	43.2261970
2014-2015	41.3758119
2015-2016	40.63

Shrewsbury Township has no development planned and all shifts in enrollment are a result of family dynamics. Shrewsbury’s percent of share is the final percentage to total 100% for the district. For 2015-2016, the percentage is 1.37, up from 1.25 over the past few years.

Earle Weapons Station is still an active military base. Military children that live on Naval Weapons Station Earle attend Monmouth Regional High School. The military base housing has undergone some changes from prior years which includes non-military families living in the housing. Because of this change, there has been litigation in the past few years regarding housing on Earle, but no concrete decisions have been made.

Future enrollment at Monmouth Regional High School, while it cannot be predicted accurately, is now a number that can be estimated at the district. Increased communication with both elementary schools and having a presence at 8th grade parent nights now enables administration to calculate the incoming class numbers for the future.

MAJOR INITIATIVES

On October 16, 2012 Monmouth Regional High School approved the following: Mission Statement

Monmouth Regional High School is committed to educating every child every day.

An educational program has been created to assure that students:

- Develop the ability to communicate effectively
- Think critically and perform critical analysis
- Develop a core understanding and appreciation for mathematics and the sciences that promote problem-solving skills
- Learn history so as not to repeat it
- Comprehend civics and economics in order to become change agents in the world beyond the walls of any building
- Gain a knowledge and respect for diverse cultures

Students will transform into THINKERS who succeed individually and as members of a team. They will recognize the importance of life-long learning.

Monmouth Regional is confident that its graduates will be contributing members of local, state, national, and global communities.

Vision Statement

The vision of Monmouth Regional High School is to provide a quality education that equips all students with the knowledge and skills to compete in today's global, information-based society with honesty, ethics, and integrity while valuing and embracing cultural diversity.

In May of 2015, Dr. Ford announced he was leaving Monmouth Regional High School on June 30th to be the new Superintendent of Deptford School District. We are grateful for Dr. Ford's leadership over the past six years.

In June of 2015, the Board of Education appointed Mr. Andrew Teeple, the Principal of Monmouth Regional High School since 2002, as its new Superintendent effective July 1. This is a new and exciting chapter in the 55 year history of the district.

In August of 2015, the Board of Education appointed Mr. Cory Radisch as the Principal of Monmouth Regional High School.

With these new changes, the district has also increased their presence on Twitter and Facebook. Both Mr. Radisch and Mr. Teeple have Twitter accounts that promote all

things positive about Monmouth Regional and the district has a Facebook account which accomplishes the same.



Mr. Teeple's Twitter page with our new Principal and September Student of the Month.

On November 3, 2015, the following goals were approved by the Monmouth Regional High School Board of Education:

2015-2016 Monmouth Regional Board of Education Goals

Goal 1: Assist and support the superintendent in his successful transition to the Educational Leader of the Monmouth Regional School District.

Goal 2: Complete the Superintendent's evaluation within the statutory timelines.

Goal 3: Board members should take an active part in supporting district initiatives within their respective communities and in the school community.

Goal 4: The Board will take a more active role in developing district goals collaboratively with the Superintendent.

District Goals 2015-2017

- 1. The Superintendent will transition into the new position by:**
 - a. Completing the New Superintendents' Residency Program
 - i. Scheduled for completion in August 2016
 - b. Formally present data and goal reviews to the BOE
 - i. Preliminary reports in January 2016 and June 2016
 - c. Make certain that the 2016-2017 school budget is prepared on time while balancing fiscal responsibility and the educational needs of the district.
 - i. Notes from budget meetings with Business Administrator will be provided for both the 2016-2017 and 2017-2018 school years

- 2. All teachers will be trained in dual technology platforms. Teachers will incorporate this technology into their lessons; enhancing student learning.**
 - a. Google Docs: 2015-2016 school year
 - i. Dates of training with attendance will be provided for the 2015-2016 school year
 - b. Microsoft 365: 2016-2017 school year
 - i. Dates of training with attendance will be provided for the 2016-2017 school year

- 3. Increase Monmouth Regional's involvement in the community to promote student achievement, teacher recognition and programs which in turn should improve upon the positive perceptions of the school in the communities.**
 - a. Continue to write articles about the school district for The Today Paper
 - i. At least 15 articles will be written and copies provided as documentation
 - b. Continue to have information posted on the Monmouth Regional Facebook page and tweet information
 - i. Information will be posted to the MRHS Facebook page monthly
 - ii. Information will be disseminated via Twitter monthly
 - c. Attend community events, council meetings and outreach meetings
 - i. MRHS will be represented at no fewer than ten town council meetings per year
 - ii. MRHS will be represented at both Eatontown Community Day and Tinton Falls Community Day
 - iii. Outreach meetings will include meetings with local businesses/corporations and non-profit organizations such as Relay for Life.

REFERENDUM:

As stated earlier, in November 2012, the district approved at \$6.149M referendum for the following projects:

- 8 renovated science classrooms
- Asbestos removal
- Renovation of the girl's locker room
- Construction of new physical education/athletic storage room

A second question comprised of a 3rd gymnasium, paving of the parking lot and a new electrical panel barely failed.

This is an ambitious project for the district, with the last referendum being approved in 1998. Four science classrooms were completed over summer 2013. The locker room and storage room are set to be completed before December 31, 2013. The asbestos removal project is in a three phase plan with work planned for summer 2013, 2014 and 2015. The final four science classrooms were completed in summer 2014. The Board of Education continues to thank the taxpayers for their approval of these projects to help move Monmouth Regional forward educationally.

INTERNAL CONTROLS

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

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

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

The district has an approved Standard Operating Procedure manual which is posted on the district website and also is in the process of finishing a Purchasing Manual for additional guidance on strong internal controls in the area of purchasing and cash receipts/disbursements.

BUDGETARY CONTROLS

In addition to internal accounting controls, the district maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipalities. Annual appropriated budgets are adopted for the general fund, the special revenue funds, and the debt service fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance at fiscal year-end. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2015.

ACCOUNTING SYSTEM AND REPORTS

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

DEBT ADMINISTRATION

As of June 30, 2015 the District has \$0 in outstanding general obligation bonds related to the 1998 referendum. On November 6, 2012, the voters approved a referendum in the amount of \$6,149,000. This is the new amount outstanding in general obligation bonds which will be paid off over 11 years. Current balance as of June 30, 2015 was \$5,089,000.

CASH MANAGEMENT

The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The district has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institute 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.

RISK MANAGEMENT

The Board carried various forms of insurance, including but not limited to general liability, automobile liability and comprehensive collision, hazard and theft insurance on property and contents, and fidelity bonds.

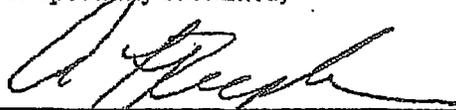
INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Cannone and Company was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet requirements of the Single Audit Act of 1984, as amended and the related OMB Circular A-133 and state Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements, combining, 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.

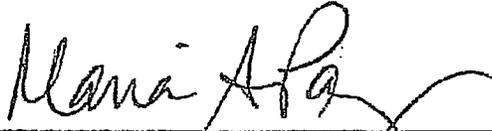
ACKNOWLEDGEMENTS

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

Respectfully submitted,

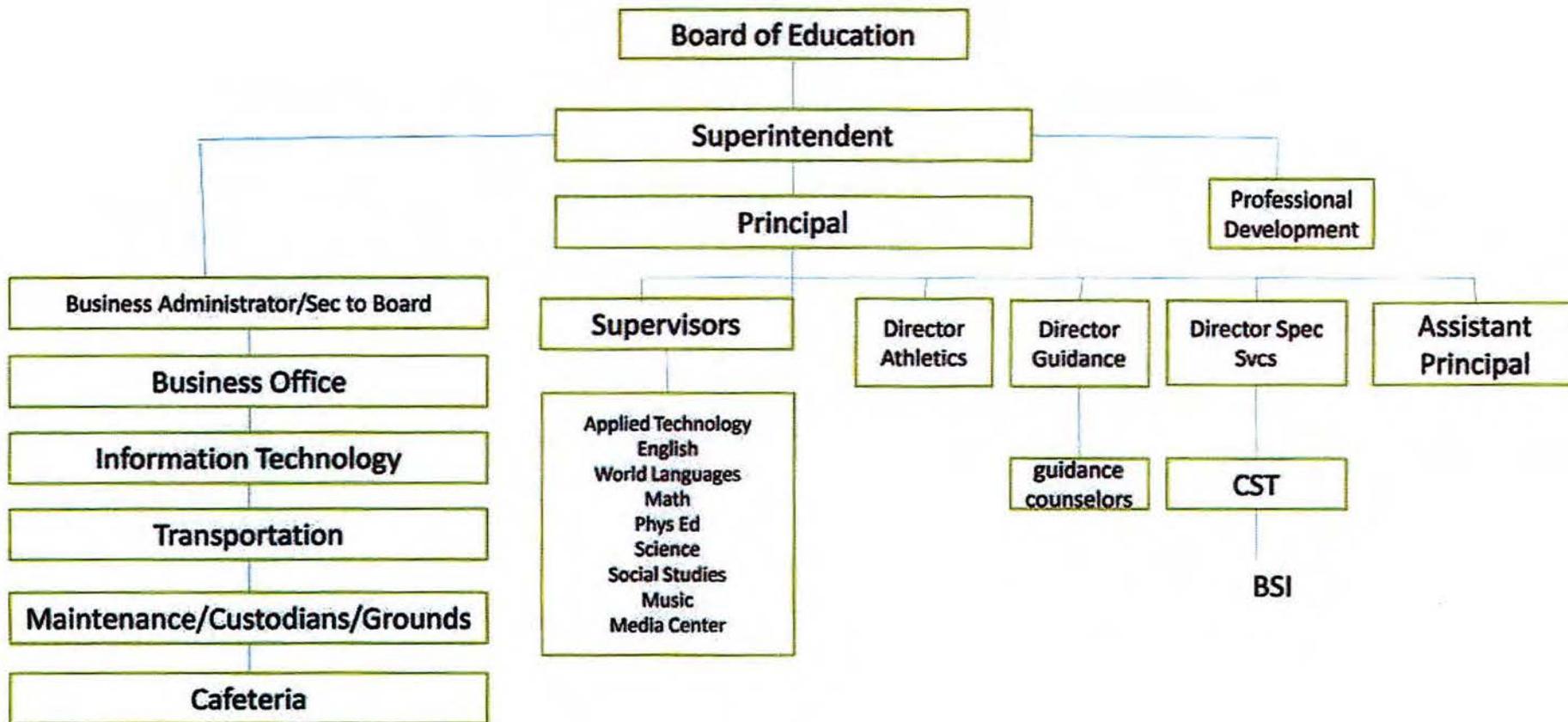


Mr. Andrew Teeple
Superintendent of Schools



Mrs. Maria Parry, CPA, PSA
School Business Administrator/
Secretary to the Board

Monmouth Regional High School
Organizational Chart



**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION
TINTON FALLS, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2015**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Jonathan Cohen, President	2015
Steven B. Seavey, Vice President	2017
Robert Mauro	2016
Nancy Britton	2017
Mary Anne Linder	2016
Ellen Scurry	2015
Barbara Van Wagner	2017
Joseph Gaetano	2015
Andrew Mayer	2017

Other Officials

Andrew F. Teeple, Superintendent (Effective July 1, 2015)

Charles R. Ford Jr., Ed D., Superintendent (To June 30, 2015)

Maria Anne Parry, CPA, PSA, School Business Administrator/Board Secretary

Cindy Barr-Rague, CPA, Treasurer

Martin M. Barger, Esq. Solicitor

MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION
TINTON FALLS, NEW JERSEY

CONSULTANTS AND ADVISORS
June 30, 2015

Audit Firm

Cannone & Company, P.A.
485 Morris Avenue
Springfield, NJ 07081

Attorneys

Martin M. Barger, Esq.
The Reussille Law Firm
149 Avenue at the Common, Suite #1
Shrewsbury, NJ 07702

Official Depositories

Bank of America
Eatontown, NJ

TD Bank
500 Shrewsbury Avenue
Tinton Falls, NJ 07701

FINANCIAL SECTION

CANNONE AND COMPANY, P.A.
Certified Public Accountants
485 Morris Avenue
Springfield, New Jersey 07081
(973) 379-6868
FAX (973) 379-6278

MEMBER:
American Society of Certified Public Accountants
New Jersey Society of Certified Public Accountants

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Monmouth Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

Opinions

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

Other Matters

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information on pages 28 through 37 and 81 through 93 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monmouth Regional High School District Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2015 on our consideration of Monmouth Regional High School District Board of Education'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 Monmouth Regional High School District Board of Education's internal control over financial reporting and compliance.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, PA
Certified Public Accountants
Springfield, New Jersey

November 30, 2015

REQUIRED SUPPLEMENTARY INFORMATION
PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

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

The Management's Discussion and Analysis (MD&A) is a new element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued in June 1999.

Financial Highlights

Key financial highlights for 2015 are as follows:

In total, net assets decreased **\$5,936,445** which represents an approximate 46 percent increase from 2014.

Program specific revenues in the form of charges for services and operating grants and contributions including business type activities accounted for **\$3,487,650** 13.5 percent of total revenues of **\$25,648,584**.

Breaking down the detail of the statement of net assets, for governmental activities one will see that total assets of such governmental activities decreased by **\$5,980,399** as cash and cash equivalents and investments decreased by **\$2,242,593**, receivables increased by **\$141,956**, and capital assets increased by **\$2,909,573**. Pension Plan liabilities increased by **\$6,460,365**.

Monmouth Regional High School had **\$24,633,657** in expenses; only **\$3,487,650** of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of **\$25,648,584** and fund balance were adequate to provide for these programs.

Among governmental funds, the General Fund had **\$18,697,212** in revenues and **\$24,678,824** in net expenses. The General Fund's fund balance decreased **\$5,981,612** over 2014.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Monmouth Regional High School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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 Monmouth Regional High School:

District-Wide Financial Statements (Statement of Net Assets and Statement of Activities)

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the Monmouth Regional’s overall financial status.

Fund Financial Statements

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

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

**Figure A-1
Major Features of District-Wide and Fund Financial Statements**

	District-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial statements	<ul style="list-style-type: none"> •Statement of net assets •Statement of activities 	<ul style="list-style-type: none"> •Balance sheet •Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> •Statement of net assets •Statement of revenues, expenses, and changes in fund net assets •Statement of cash flows 	<ul style="list-style-type: none"> •Statement of fiduciary net assets •Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of assets/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term, and long-term. Monmouth Regional’s funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions, during the year, regardless of when cash is received or paid

Figure A-1 summarizes the major features of Monmouth Regional High School’s financial statements, including the portion of Monmouth Regional’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

Continued

Fund Financial Statements (Continued)

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, Monmouth Regional High School, presenting both an aggregate view of Monmouth Regional's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental fund, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Monmouth Regional High School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by Monmouth Regional to provide programs and activities, the view of Monmouth Regional High School, as a whole looks at all financial transactions and asks the question, "How did we do financially during 2014-2015?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. These bases of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of Monmouth Regional High School has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the Percent of Share property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, Monmouth Regional High School is divided into two district kinds of activities:

Governmental activities – All of Monmouth Regional High School's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activity – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting Monmouth Regional High School's Most Significant Funds Fund Financial Statements

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

Governmental Funds

The District's activities are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of Monmouth Regional

Continued

Governmental Funds (Continued)

District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of Monmouth Regional High School as a whole. Net assets may serve over time as a useful indicator of a government's financial position. Monmouth Regional's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of Monmouth Regional High School's net assets for 2015 with comparative amounts for 2014.

Table A-1
Summary of Net Assets

	MRHS Total 2015	MRHS Total 2014	Increase (Decrease) From 2014	Total Percentage Change 2015-2014
Current and Other Assets	\$ 4,511,910	\$ 6,417,494	\$ (1,905,584)	-29.69%
Capital Assets	16,726,445	13,818,831	2,907,614	21.04%
Total Assets	\$ 21,238,355	\$ 20,236,325	\$ 1,002,030	4.95%
Long-Term Debt Outstanding	\$ 6,288,609	\$ 6,393,524	\$ (104,915)	-1.64%
Other Liabilities	8,056,298	1,012,908	7,043,390	695.36%
Total Liabilities	\$ 14,344,907	\$ 7,406,432	\$ 6,938,475	93.68%
Net Assets:				
Invested in capital assets, net of related debt	\$ 11,251,393	\$ 7,711,099	\$ 3,540,294	45.91%
Restricted	2,297,505	2,726,160	(428,655)	-15.72%
Unrestricted	(6,655,450)	2,392,634	(9,048,084)	-378.16%
Total Net Assets	\$ 6,893,448	\$ 12,829,893	\$ (5,936,445)	-46.27%

Continued

The School District as a Whole (Continued)

Table 2 shows changes in net assets for fiscal year 2015 with comparative amounts for 2014.

**Table A-2
Summary of Changes in Net Assets**

	MRHS Total 2015	MRHS Total 2014	Increase (Decrease) From 2014	Total Percentage Change 2015-2014
REVENUES				
Program Revenues:				
Charges for Services Federal and State	\$ 840,942	\$ 796,031	\$ 44,911	5.64%
Categorical Grants	2,646,708	2,252,073	394,635	17.52%
General Revenues:				
Property Taxes	20,490,729	20,134,246	356,483	1.77%
State Formula Aid	3,610,573	3,543,886	66,687	1.88%
Other	1,547,282	493,458	1,053,824	213.56%
Total Revenues	\$ 29,136,234	\$ 27,219,694	\$ 1,916,540	7.04%
EXPENSES				
Instruction	\$ 12,216,108	\$ 12,063,288	\$ 152,820	1.27%
Student Support Services	14,776,955	13,589,751	1,187,204	8.74%
Other	8,079,616	449,311	7,630,305	1698.22%
Total	\$ 35,072,679	\$ 26,102,350	\$ 8,970,329	34.37%
Increase (Decrease) in Net Assets	\$ (5,936,445)	\$ 1,117,344	\$ (7,053,789)	-631.30%

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek over approval for Monmouth Regional High School District operations. Property taxes made up 70 percent of revenues for governmental activities for Monmouth Regional High School District for fiscal year 2015. Monmouth Regional's total revenues were \$29,136,234 for the year ended June 30, 2015. Federal, state, local grants, other and state aid accounted for another 30 percent of revenue.

Business-Type Activities

Revenues for Monmouth Regional's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

Food service expenses exceeded revenues by **\$45,167**.

Charges for services represent **\$252,819** of revenue. This represents amounts paid by patrons for daily food service.

Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was **\$182,058**.

Continued

Governmental Activities

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. The net cost shows the financial burden that was placed on the Regional District's taxpayers by each of these functions.

**Table A-3
Cost of Services vs Net Cost of Services**

	Total Cost of Services 2015	Net Cost of Services 2015	Total Cost of Services 2014	Net Cost of Services 2014
Instruction	\$ 12,216,108	\$ 10,782,827	\$ 12,063,288	\$ 10,798,676
Support Services:				
Pupil and Instructional Staff	6,640,422	6,118,670	6,074,395	6,383,971
Administration	2,259,778	2,106,542	1,926,861	1,095,417
Operation and Maintenance of Facilities	3,587,780	3,307,778	3,193,935	2,938,566
Pupil Transportation	2,621,475	1,956,973	2,394,560	1,749,734
Debt Service	-	-	-	-
Pension Plan Expense	276,845	276,845	-	-
Interest on Long Term Debt; transfer f/s	129,189	129,189	68,808	68,808
Total Expenses	\$ 27,731,597	\$ 24,678,824	\$ 25,721,847	\$ 23,035,172

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

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

General administration, school administration, and business include expenses associated with administrative and financial supervision of Monmouth Regional High School District.

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

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

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

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to **\$27,271,261** and expenditures were **\$29,455,860**. The net change in fund balance for the year was most significant in the Capital Projects Fund, a decrease of **\$2,220,880**. This is attributed to the payment for capital projects associated with the 2012 bond referendum.

As demonstrated by the various statements and schedules included in the financial section of this report, Monmouth Regional High School continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2015, and the amount and percentage of increases and decreases in relation to prior year revenues.

Continued

The School District's Funds (Continued)

**Table A-4
Summary of Revenues-Governmental Funds**

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2014</u>	<u>Percent of Increase (Decrease)</u>
Local Sources	\$ 21,198,056	77.73%	\$ 435,651	2.20%
State Sources	5,652,376	20.73%	374,490	6.73%
Federal Sources	420,829	1.54%	42,936	7.31%
Total	\$ 27,271,261	100.00%	\$ 853,077	3.15%

The increase in Local Sources is mostly attributed to an increase in tax levy, capital leases, miscellaneous revenue and rental fees.

The increase in state sources is mostly attributed to an increase in state grants and state aid.

The increase in Federal Sources is mostly due to an increase in federal special revenue grants.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2015 and the percentage of increases and decreases in relation to prior year amounts.

**Table A-5
Summary of Expenditures-Governmental Funds**

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2014</u>	<u>Percent of Increase (Decrease)</u>
Current Expense:				
Instruction	\$ 8,578,666	29.12%	\$ 79,551	0.96%
Undistributed Expenditures	17,559,021	59.61%	1,140,092	6.83%
Capital Outlay	2,711,777	9.21%	(1,000,263)	-169.78%
Debt Service	606,396	2.06%	11,334	1.73%
Total	\$ 29,455,860	100.00%	\$ 230,714	0.84%

Changes in expenditures were the result of varying factors. Current expense increased due to changes in staff, a lower contribution to capital reserve, and lower expenses than 2013-2014.

Continued

General Fund Budgeting Highlights

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

Over the course of the year, Monmouth Regional High School revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- SDA grant monies no longer available for capital projects.
- Extraordinary aid, which is state aid for special education students whose individual program cost exceeds \$40,000 per year, was not anticipated as there is no guarantee from the Department of Education that these funds would be available.
- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- Tuition for special education students over or under what has been estimated during budget preparation.
- Student transportation is provided using a blend of in-house and vendor services. Depending on the type of service, transfers to various accounts were needed to pay these costs.
- An increase in capital outlay purchases for the instructional programs and the operations/maintenance department.

Capital Assets

At the end of the fiscal year 2015 the School District had \$16,719,642 invested in land, building, furniture and equipment, and vehicles. Table A-6 shows fiscal year 2015 balances compared to 2014.

Table A-6
Summary of Capital Assets
(Net of Depreciation)

	Total 2015	Total 2014	(Decrease) From 2014	Change 2014-2015
Land	\$ 120,340	\$ 120,340	\$ -	-
Construction in Progress	\$ 2,081,429	\$ 610,049	\$ 1,471,380	-
Site Improvements	1,285,767	569,253	716,514	125.87%
Buildings	12,318,742	11,647,827	670,915	5.76%
Machinery and Equipment	913,364	871,362	42,002	4.82%
Total	\$ 16,719,642	\$ 13,818,831	\$ 2,900,811	20.99%

Continued

Debt Administration

At June 30, 2014, Monmouth Regional High School had **\$6,992,832** of outstanding debt. Of this amount **\$1,517,780** is for compensated absences; **\$386,052** for various capital leases; and **\$5,089,000** of serial bonds for school construction dated 2013.

Table A-7
Summary of Outstanding Long-Term Debt

	MRHS 2015	MRHS 2014	Change 2015-2014
General Obligation Bonds (Financed with Property Taxes)	\$ 5,089,000	\$ 5,614,000	-9.35%
Other	1,903,832	1,679,012	13.39%
Total	\$ 6,992,832	\$ 7,293,012	-4.12%

For the Future

The Monmouth Regional High School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the loss of Impact Aid, the closing of Fort Monmouth and how the redevelopment will impact the District. However, future finances are not without challenges as the district administrators are sensitive to the economic changes in the community and how those conditions will directly impact the district's retaining of programs, especially due to changes in state and federal funding.

With the recent passage of the \$6 million dollar referendum, the district is very pleased to move forward in making the school more competitive amongst other school districts. Additionally, the recent move to non-voting on the tax levy will allow the administration to plan accordingly in light of changing economic times. In conclusion, the Monmouth Regional High School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. Monmouth Regional High School 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 Monmouth Regional High School District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mrs. Maria Parry, School Business Administrator, at Monmouth Regional High School, Administration Building, 1 Norman J. Field Way, Tinton Falls, NJ 07724. Please visit our website at www.monmouthregional.net.

Concluded

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net assets 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.

Monmouth Regional High School District
Statement of Net Position
6/30/2015

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 3,135,913	\$ 53,050	\$ 3,188,963
Investments	758		758
Receivables, net	526,775		526,775
Interfund receivable			-
Inventory		7,317	7,317
Restricted assets:			-
Cash and cash equivalents	50,000		50,000
Capital reserve account - cash	738,097		738,097
Capital assets, net (Note 4)	16,719,642	6,803	16,726,445
Other assets			-
Total Assets	<u>21,171,185</u>	<u>67,170</u>	<u>21,238,355</u>
LIABILITIES			
Cash Overdraft			-
Accounts payable	34,000	20,713	54,713
Accrued Interest Expense	31,669		31,669
Interfund payable			-
Payable to federal government			-
Payable to state government	159		159
Payable to local government			-
Proportionate share of pension plan liabilities	6,460,365		6,460,365
Deferred outflows/inflows of resources	767,852		767,852
Deferred revenue	33,285	4,032	37,317
Noncurrent liabilities (Note 5):			
Due within one year	704,223		704,223
Due beyond one year	6,288,609		6,288,609
Total liabilities	<u>14,320,162</u>	<u>24,745</u>	<u>14,344,907</u>
NET ASSETS			
Invested in capital assets, net of related debt	11,244,590	6,803	11,251,393
Restricted for:			
Debt service	4,950		4,950
Capital projects	738,097		738,097
Other purposes	1,554,458		1,554,458
Unrestricted	(6,691,072)	35,622	(6,655,450)
Total net assets	<u>\$ 6,851,023</u>	<u>\$ 42,425</u>	<u>\$ 6,893,448</u>

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

Monmouth Regional High School District
 Statement of Activities
 For the Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	\$ 10,976,494	\$ 21,731	\$ 1,377,719	\$ (9,577,044)		\$ (9,577,044)	
Special education	146,016			(146,016)		(146,016)	
Other special instruction	1,093,598		33,831	(1,059,767)		(1,059,767)	
Vocational				-		-	
Other instruction				-		-	
Nonpublic school programs				-		-	
Adult/continuing education programs				-		-	
Support services:							
Tuition	2,642,631			(2,642,631)		(2,642,631)	
Student & instruction related services	3,997,791		521,752	\$ (3,476,039)		(3,476,039)	
School administrative services	651,056		19,901	(631,155)		(631,155)	
General and business administrative serv	608,080		45,772	(562,308)		(562,308)	
Central services	606,497		87,563	(518,934)		(518,934)	
Administrative information technology	58,705			(58,705)		(58,705)	
Plant operations and maintenance	3,587,780	80,996	199,006	\$ (3,307,778)		(3,307,778)	
Pupil transportation	2,621,475	485,396	179,106	\$ (1,956,973)		(1,956,973)	
Business and other support services	2,940			(2,940)		(2,940)	
Special schools				-		-	
Compensated Absences	332,500			(332,500)		(332,500)	
Proportionate share of pension plan expense	276,845			(276,845)		(276,845)	
Debt service				-		-	
Interest on long-term debt	79,189			(79,189)		(79,189)	
Transfer to Food Service	50,000			(50,000)		(50,000)	
Total governmental activities	<u>27,731,597</u>	<u>588,123</u>	<u>2,464,650</u>	<u>(24,678,824)</u>	<u>-</u>	<u>(24,678,824)</u>	
Business-type activities:							
Food Service	389,710	252,819	182,058		45,167	45,167	
Before/After Care					-	-	
Total business-type activities	<u>389,710</u>	<u>252,819</u>	<u>182,058</u>	<u>-</u>	<u>45,167</u>	<u>45,167</u>	
Total primary government	<u>\$ 28,121,307</u>	<u>\$ 840,942</u>	<u>\$ 2,646,708</u>	<u>\$ (24,678,824)</u>	<u>\$ 45,167</u>	<u>\$ (24,633,657)</u>	
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net				\$ 19,904,424		\$ 19,904,424	
Taxes levied for debt service				586,305		586,305	
Federal aid not restricted				617		617	
State aid not restricted				3,610,573		3,610,573	
Miscellaneous Revenues				112,417		112,417	
Interest Income				4,150		4,150	
Adjustments:							
GASB #68 Prior Period Adjustment - Pension Plan				(6,951,372)		(6,951,372)	
Fixed assets				1,103,174		1,103,174	
Capital Leases				326,924		326,924	
Total general revenues, special items, extraordinary items and transfers				<u>18,697,212</u>	<u>-</u>	<u>18,697,212</u>	
Change in Net Assets				(5,981,612)	45,167	(5,936,445)	
Net Assets—beginning				12,825,531	4,362	12,829,893	
Net Assets—ending				<u>\$ 6,843,919</u>	<u>\$ 49,529</u>	<u>\$ 6,893,448</u>	

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.

GOVERNMENTAL FUNDS

Monmouth Regional High School District
Balance Sheet
Governmental Funds
June 30, 2015

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	1,547,274	(24,860)	1,608,549	4,950	3,135,913
Investments	758				758
Receivables, net					0
Due from other funds	173				173
Receivables - State	274,196	58,304			332,500
Accounts Receivable - Other	194,275				194,275
Interest receivable on investments					0
Inventory					0
Restricted cash and cash equivalents	788,097				788,097
Other assets					0
	<u>2,804,773</u>	<u>33,444</u>	<u>1,608,549</u>	<u>4,950</u>	<u>4,451,716</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable			34,000		34,000
Accrued Interest					0
Interfund payable	7,104		173		7,277
Payable to federal government					0
Payable to state government		159			159
Payable to local government					0
Deferred revenue		33,285			33,285
Total liabilities	<u>7,104</u>	<u>33,444</u>	<u>34,173</u>	<u>0</u>	<u>74,721</u>
Fund Balances:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	974,213				974,213
Reserve for Excess Surplus	530,245				530,245
Reserve for Capital Reserve	738,097				738,097
Reserve for Maintenance	50,000				50,000
Committed Fund Balance:					
Reserve for Impact Aid					0
Reserve for encumbrances	113,406		362,600		476,006
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures					0
Unrestricted Fund Balance	391,708		1,211,776	4,950	1,608,434
Total Fund balances	<u>2,797,669</u>	<u>0</u>	<u>1,574,376</u>	<u>4,950</u>	<u>4,376,995</u>
Total liabilities and fund balances	<u>2,804,773</u>	<u>33,444</u>	<u>1,608,549</u>	<u>4,950</u>	

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

Proportionate Share of Pension Plan Expense \$ (276,845)

GASB #68 Prior Period Adjustment (6,951,372)

Interest expense in the governmental funds is reported when due.
In the statement of activities, interest on long-term debt is accrued. (31,669)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$ 27,217,892 and the accumulated depreciation is \$ 10,498,250 (see Note 3). 16,719,642

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 4). (6,992,832)

Net assets of governmental activities \$ 6,843,919

Monmouth Regional High School District
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	\$ 19,904,424			\$ 586,305	\$ 20,490,729
Transportation Fees	485,396				485,396
Rental Facilities	80,996				80,996
Interest on Investments	4,150				4,150
Tuition charges	21,733				21,733
Miscellaneous	112,417	2,635			115,052
Total - Local Sources	20,609,116	2,635	-	586,305	21,198,056
State sources	5,561,433	90,943			5,652,376
Federal sources	617	420,212			420,829
Total revenues	26,171,166	513,790	-	586,305	27,271,261
EXPENDITURES					
Current:					
Regular instruction	7,086,673	368,757			7,455,430
Special education instruction	146,016				146,016
Other special instruction	977,220				977,220
Vocational education					-
Other instruction					-
Nonpublic school programs					-
Adult/continuing education programs					-
Support services and undistributed costs:					
Tuition	2,642,631				2,642,631
Student & instruction related services	2,556,854	145,033			2,701,887
School administrative services	582,598				582,598
General administrative services	450,627				450,627
Central services	300,767				300,767
Administrative information technology	41,009				41,009
Plant operations and maintenance	2,191,923				2,191,923
Pupil transportation	1,886,671				1,886,671
Personal services employee benefits	6,710,908				6,710,908
Undistributed expenditures - Food Services	50,000				50,000
Unallocated benefits					-
Special schools					-
ARRA - Equalization Stabilization Fund (ESF)					-
ARRA - Government Services Fund (GSF)					-
Transfer to charter school					-
Debt service:					
Principal				525,000	525,000
Interest and other charges				81,396	81,396
Capital outlay	490,897		2,220,880		2,711,777
Total expenditures	26,114,794	513,790	2,220,880	606,396	29,455,860
Excess (Deficiency) of revenues over expenditures	56,372	-	(2,220,880)	(20,091)	(2,184,599)
OTHER FINANCING SOURCES (USES)					
Capital leases (non-budgeted)	219,244				219,244
Bond Proceeds					-
Transfers in	35,735		769,000		804,735
Transfers out	(769,000)		(35,735)		(804,735)
Total other financing sources and uses	(514,021)	-	733,265	-	219,244
Net change in fund balances	(457,649)	-	(1,487,615)	(20,091)	(1,965,355)
Fund balance—July 1	3,255,318		3,061,991	25,041	6,342,350
Fund balance—June 30	\$ 2,797,669	\$ -	\$ 1,574,376	\$ 4,950	\$ 4,376,995

**Monmouth Regional High School District
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2015**

Total net change in fund balances - governmental funds (from B-2) \$ (1,965,355)

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which capital outlays exceeded depreciation in the period.

Depreciation expense	(905,378)	
Fixed assets adjustment	1,103,174	
Capital outlays	<u>2,711,777</u>	2,909,573

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 525,000

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Proceeds of long-term debt		
Accrued interest received on bond issuance		
Capital lease proceeds		(219,244)

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-) -

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

Prior year accrued interest on long term debt which was paid in the current year	33,876	
Current year accrued interest on long term debt which was not paid in the current year	(31,669)	
Change in compensated absences payable	(332,500)	
Capital lease payments	326,924	
Proportionate Share of Pension Plan Expense	(276,845)	
GASB #68 Prior Period Adjustment for Net Pension Plan Liability as of 07/01/2014	<u>(6,951,372)</u>	(7,231,586)

Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)

Change in net assets of governmental activities

\$ (5,981,612)

PROPRIETARY FUNDS

Monmouth Regional High School District
Statement of Net Position
Proprietary Funds
June 30, 2015

	Business-type Activities - Enterprise Funds	
	Food Service	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 53,050	\$ 53,050
Investments		-
Accounts receivable	7,104	7,104
Other receivables		-
Inventories:		
Commodities	1,484	1,484
Regular	5,833	5,833
Total current assets	67,471	67,471
Noncurrent assets:		
Furniture, machinery & equipment	167,294	167,294
Less accumulated depreciation	(160,491)	(160,491)
Total noncurrent assets	6,803	6,803
Total assets	74,274	74,274
LIABILITIES		
Current liabilities:		
Accounts payable	20,713	20,713
Interfund payable		-
Unearned Income	4,032	4,032
Compensated absences		-
Total current liabilities	24,745	24,745
Noncurrent Liabilities:		
Compensated absences		-
Total noncurrent liabilities	-	-
Total liabilities	24,745	24,745
NET ASSETS		
Invested in capital assets net of related debt	6,803	6,803
Restricted for:		
Capital projects		-
Unrestricted	42,726	42,726
Total net assets	\$ 49,529	\$ 49,529

Exhibit B-5

Monmouth Regional High School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Fund	
	Food Service	Total Enterprise
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	\$ 65,566	\$ 65,566
Daily sales - non-reimbursable programs	168,750	168,750
Special functions		-
Community service activities		-
Transportation fees from other LEA's within the state		-
Deductions from employees' salaries		-
Food Distribution Program	18,503	18,503
Total operating revenues	<u>252,819</u>	<u>252,819</u>
 Operating expenses:		
Cost of sales	170,654	170,654
Salaries	149,805	149,805
Employee benefits		-
Purchased property service		-
Other purchased professional services		-
Cleaning, repair and maintenance services	1,194	1,194
Management Fees	10,908	10,908
Rentals		-
Insurance	8,607	8,607
Uniforms	720	720
General supplies	18,430	18,430
Miscellaneous expense	8,930	8,930
Depreciation	1,959	1,959
Food distribution program Expense	18,503	18,503
Total Operating Expenses	<u>389,710</u>	<u>389,710</u>
Operating income (loss)	<u>(136,891)</u>	<u>(136,891)</u>
 Nonoperating revenues (expenses):		
State sources:		
State school lunch program	2,708	2,708
Federal sources:		
National school lunch and breakfast program	129,330	129,330
Interest and investment revenue	20	20
Subsidy Operating - General Fund	50,000	50,000
Total nonoperating revenues (expenses)	<u>182,058</u>	<u>182,058</u>
Income (loss) before contributions & transfers	45,167	45,167
Capital contributions		-
Change in net assets	45,167	45,167
Total net assets—beginning	4,362	4,362
Total net assets—ending	<u>\$ 49,529</u>	<u>\$ 49,529</u>

Monmouth Regional High School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Funds	
	Food Service	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ (132,556)	\$ (132,556)
Payments to employees		-
Payments for employee benefits		-
Payments to suppliers		-
Net cash provided by (used for) operating activities	<u>(132,556)</u>	<u>(132,556)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	2,708	2,708
Federal Sources	129,330	129,330
Operating subsidies and transfers from other funds	50,000	50,000
Net cash provided by (used for) non-capital financing activities	<u>182,038</u>	<u>182,038</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Change in capital contributions		-
Purchases of capital assets		-
Gain/Loss on sale of fixed assets (proceeds)		-
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends	20	20
Proceeds from sale/maturities of investments		-
Net cash provided by (used for) investing activities	<u>20</u>	<u>20</u>
Net increase (decrease) in cash and cash equivalents	49,502	49,502
Balances—beginning of year	3,548	3,548
Balances—end of year	<u>53,050</u>	<u>53,050</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(136,891)	(136,891)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		-
Depreciation and net amortization	1,959	1,959
(Increase) decrease in accounts receivable, net	(1,213)	(1,213)
(Increase) decrease in inventories	365	365
(Increase) decrease in other current assets		-
Increase (decrease) in accounts payable	853	853
Increase (decrease) in unearned income	2,371	2,371
Total adjustments	<u>4,335</u>	<u>4,335</u>
Net cash provided by (used for) operating activities	<u>\$ (132,556)</u>	<u>\$ (132,556)</u>

FIDUCIARY FUNDS

Monmouth Regional High School District
Statement of Fiduciary Net Position
Fiduciary Funds
6/30/2015

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Other Trusts</u>	<u>Agency Fund</u>
ASSETS				
Cash and cash equivalents	\$ 397,187	\$ 43,346	\$ 3,291	\$ 112,392
Investments, at fair value:				
U.S. government obligations				
NJ municipal bonds				
Total investments	-	-	-	-
Total assets	<u>397,187</u>	<u>43,346</u>	<u>3,291</u>	<u>\$ 112,392</u>
LIABILITIES				
Accounts payable				
Payable to student groups				92,124
Payroll deductions and withholdings				20,268
Payable to teachers				
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 112,392</u>
NET ASSETS				
Held in trust for unemployment claims and other purposes	<u>\$ 397,187</u>			
Reserved for scholarships		<u>\$ 43,346</u>		
Reserved for other trusts			<u>\$ 3,291</u>	

Exhibit B-8

Monmouth Regional High School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2015

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Other Trusts</u>
ADDITIONS			
Contributions:			
Plan member	\$ 56,007	\$ 34,200	
Other			
Total Contributions	<u>56,007</u>	<u>34,200</u>	<u>-</u>
Investment earnings:			
Net increase (decrease) in fair value of investments			
Interest	309	24	2
Dividends			
Less investment expense			
Net investment earnings	<u>309</u>	<u>24</u>	<u>2</u>
Total additions	<u>56,316</u>	<u>34,224</u>	<u>2</u>
DEDUCTIONS			
Quarterly contribution reports	14,280		
Unemployment claims	43,816		
Scholarships awarded		43,000	3,000
Refunds of contributions			
Administrative expenses			
Total deductions	<u>58,096</u>	<u>43,000</u>	<u>3,000</u>
Change in net assets	(1,780)	(8,776)	(2,998)
Net assets—beginning of the year	<u>398,967</u>	<u>52,122</u>	<u>6,289</u>
Net assets—end of the year	<u>\$ 397,187</u>	<u>\$ 43,346</u>	<u>\$ 3,291</u>

NOTES TO THE FINANCIAL STATEMENTS

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Monmouth Regional High School Board of Education have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In June 1999 the GASB issued Statement 34 *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. This statement established new financial reporting requirements for state and local governmental entities throughout the United States. They require new information and restructure much of the information that governments have presented in the past. Comparability with reports issued in prior years is affected.

The District implemented these standards starting with the fiscal year-ending June 30, 2004. With the implementation of GASB Statement 34, the District has prepared required supplementary information titled *Management's Discussion and Analysis*, which precedes the basic financial statements.

Other GASB Statements are required to be implemented in conjunction with GASB Statement 34. The District implemented the following other GASB Statements: Statement 33 *-Accounting and Financial & Reporting for Nonexchange Transactions*; Statement 36 – *Recipient Reporting for Certain Shared Nonexchange Revenues*; Statement 37 - *Basic Financial Statements – and Management's Discussion and Analysis -for State and Local Governments: Omnibus* and Statement 38 – *Certain Financial Statement Note Disclosures*; Statement 40 – *Deposit and Investment Risk Disclosures* and Statement 44 - *Economic Condition Reporting- The Statistical Section*; Statement 45 *-Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* and Statement 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*.

The accompanying financial statements present the financial position of the District and the various funds and fund types, the result of operations of the District and the various fund and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2015.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity:

The Monmouth Regional High School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

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

B. Basis of Presentation, Basis of Accounting:

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

Basis of Presentation

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

The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

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

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

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).

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

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.

Proprietary Fund Type

Enterprise (Food Service) Fund: The enterprise fund accounts for all revenues and expenses pertaining to cafeteria operations. The Food Service 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.

Fiduciary Fund Types

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

Nonexpendable Trust Fund: A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

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

Expendable Trust Funds: Expendable trust funds are used to account for the assets that the District holds whose principal and income may be expended in the course of their designated operations so that they are depleted by the end of their designated life.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting:

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

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources		
Actual amounts (budgetary) "revenues"	\$ 26,152,248	513,790
Adjust for State Aid Payment:		
Add: Prior Year Payment	339,954	
Less: Current Year Payment	(321,036)	
Adjust for Encumbrances:		
Add Prior Year Encumbrances		
Less Current Year Encumbrances		
Total Revenues (GAAP Basis)	<u>\$ 26,171,166</u>	<u>\$ 513,790</u>
Uses/outflows of resources		
Actual amounts (budgetary) "total outflows"	\$ 26,114,794	513,790
Adjustments:		
Add Prior Year Encumbrances		
Less Current Year Encumbrances		
Total Expenditures (GAAP Basis)	<u>\$ 26,114,794</u>	<u>\$ 513,790</u>

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 year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. 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.

G. Inventories and Prepaid Expenses:

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

H. Fixed Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & computer equipment	5-10
Instructional equipment	10
Grounds equipment	15

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

I. Accrued Salaries and Wages:

Certain District employees, who provide services to the District over the ten month academic year, have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

J. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policies. Upon termination, employees are paid for accrued vacation. 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 District's agreements with the various employee unions.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

K. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash which has been received but not yet earned.

L. Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

N. Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

O. Memorandum Only - Total Columns:

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

P. Subsequent Events:

Monmouth Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2015 through the date of November 30, 2015, which is the date the financial statements were available to be issued.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, and short term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures*, requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents, and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

A. Deposits:

New Jersey statutes require that school districts deposit public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), the Savings Association Insurance Fund, or by any other agency of the United States that insure deposits. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds; or

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued):

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

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are to be redeemed within one year, except that up to 25% of the Fund may be invested in eligible securities which mature within two years; provided, however, that the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required. "Other Than State" participants contribute one tenth of one percent per year of the value of the aggregate units owned by them to establish a Reserve Fund, which is supplemented by the proportional interest of "Other Than State" participants in gains on investment transactions realized.

The Reserve Fund is available to cover losses of "Other Than State" participants occasioned by the bankruptcy of an issuer of an investment held by the Fund and losses on sales of securities

B. Investments:

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

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the school district or local unit of which the school district is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

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

	<u>Cash and Cash Equivalents</u>
Checking, Savings and Money Management	\$4,486,640
NJ Cash Management Account	\$ 758
	<u>\$4,487,398</u>
	=====

All of the balances were covered by the either federal depository insurance or by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Program Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 – Insured or collateralized with securities held by the Board or by its agent in the Board’s name.

Category 2 – Collateralized with securities held by the pledging public depository’s trust department or agent in the Board’s name.

Category 3 – Uncollateralized including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board’s name.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2015**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

As of June 30, 2015, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings, New Jersey Cash Management Account. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 3 and are summarized as follows:

<u>Risk Category</u>	<u>Amount</u>
1	\$ 4,487,398
2	None
3	<u>None</u>
	\$ 4,487,398
	=====

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 3. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balance</u>
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	120,340	-	-	120,340
Construction in progress	610,048	2,220,881	(749,500)	2,081,429
Total capital assets not being depreciated	<u>730,388</u>	<u>2,220,881</u>	<u>(749,500)</u>	<u>2,201,769</u>
<i>Capital assets being depreciated:</i>				
Site improvements	1,394,922	773,800	-	2,168,722
Building and building improvements	17,941,215	1,296,911	-	19,238,126
Machinery and equipment	3,337,758	272,859	(1,342)	3,609,275
Totals at historical cost	<u>22,673,895</u>	<u>2,343,570</u>	<u>(1,342)</u>	<u>25,016,123</u>
Less accumulated depreciation for :				
Site improvements	801,143	81,812	-	882,955
Building and improvements	6,293,388	625,996	-	6,919,384
Equipment	2,499,683	197,570	(1,342)	2,695,911
Total	<u>9,594,214</u>	<u>905,378</u>	<u>(1,342)</u>	<u>10,498,250</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>13,079,681</u>	<u>1,438,192</u>	<u>-</u>	<u>14,517,873</u>
Governmental activity capital assets, net	<u>\$ 13,810,069</u>	<u>\$ 3,659,073</u>	<u>\$ (749,500)</u>	<u>\$ 16,719,642</u>
Business-type activities:				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 167,294	\$ -	\$ -	\$ 167,294
Less accumulated depreciation	<u>158,532</u>	<u>1,959</u>	<u>-</u>	<u>\$ 160,491</u>
Enterprise fund capital assets, net	<u>\$ 8,762</u>	<u>\$ (1,959)</u>	<u>\$ -</u>	<u>\$ 6,803</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 3. CAPITAL ASSETS (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Instruction	\$ 50,259
Student and Instruction - Related Services	
School Administrative Related Services	
General and Business Administrative Services	
Central Services	4,516
Administrative Information Technology	17,696
Plant Operations and Maintenance	711,280
Pupil Transportation	118,685
Business and Other Support Services	2,942
Unallocated	
Total	<u><u>\$ 905,378</u></u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 3. CAPITAL ASSETS (Continued)

On November 6, 2012 the voters of the District were asked to approve two Bond Referendum questions. The questions addressed projects regarding educational success and health and safety issues. Summaries of the projects are as follows:

Bond Question #1:

Asbestos Removal	\$ 660,000
Girls' Locker Room Renovation	\$ 1,353,000
Science Classrooms Renovation	\$ 3,690,000
Storage Room off of Girl's Locker Room	<u>\$ 446,000</u>
 Total Question #1	 <u><u>\$ 6,149,000</u></u>

Bond Question #2:

Paving of Lots	\$ 620,000
New Auxiliary Gym	\$ 2,337,000
Electrical Panels Renovation	\$ 850,000
Replacement of Original Clocks & Speaker (PA) System	<u>\$ 500,000</u>
 Total Question #2	 <u><u>\$ 4,307,000</u></u>

On November 6, 2012, Bond Question #1 was approved by the voters. The financial status of the project is reported as a Capital Project in the report entitled "Summary Statement of Project Expenditures" and appears as Exhibit F-1 in the CAFR.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 4. GENERAL LONG-TERM DEBT

During the fiscal year ended June 30, 2015, the following changes occurred in liabilities reported in the general long-term debt account group:

	<u>Balance 7/1/2014</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 6/30/2015</u>	<u>Amounts Due Within One Year</u>
Compensated Absences Payable	\$ 1,185,280	\$ 332,500	\$ -	\$ 1,517,780	
Serial Bonds Payable	5,614,000		525,000	5,089,000	530,000
Capital Leases Payable	<u>493,732</u>	<u>219,244</u>	<u>326,924</u>	<u>386,052</u>	<u>174,223</u>
	<u>\$ 7,293,012</u>	<u>\$ 551,744</u>	<u>\$ 851,924</u>	<u>\$ 6,992,832</u>	<u>\$ 704,223</u>

A. Bonds Payable:

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

Principal and interest due on serial bonds outstanding is at June 30, 2015 as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 530,000	\$ 76,005	\$ 606,005
2017	535,000	69,318	604,318
2018	545,000	62,568	607,568
2019	550,000	55,692	605,692
2020	560,000	48,755	608,755
2021	570,000	40,280	610,280
2022	585,000	31,730	616,730
2023	600,000	22,305	622,305
2024	<u>614,000</u>	<u>11,980</u>	<u>625,980</u>
Total	<u>\$ 5,089,000</u>	<u>\$ 418,633</u>	<u>\$ 5,507,633</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

Advance Refunding:

The District adopted a resolution on August 6, 2002 for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated February 1, 1997 issued in the original principal amount of \$6,995,000.

On September 1, 2002, the District issued \$4,925,000 in Refunding School Bonds with interest rates ranging between 1.50% and 5.00%. The District issued the bonds to advance refund \$4,800,000 of the outstanding School Bonds dated February 1, 1997 with interest rates ranging between 5.10% and 5.20%. The District used the net proceeds to purchase U.S. Government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the bond issue noted above. As a result, that portion of the bond issue noted above is considered defeased, and the District has removed the liability from its accounts.

The advance refunding resulted in an economic gain (difference between the present value of bond payments for the prior issues and the debt service payments for the Refunding School Bonds, discounted at the effective interest rate) of \$189,874.49 which resulted in a net present value cost savings of 3.86% (economic gain divided by the outstanding bonds under the refunded issue.)

The remaining balance outstanding on the advance refunding bonds was paid on February 1, 2013. As of June 30, 2015, the outstanding balance on these bonds is zero.

B. Bonds Issued During the Year:

The District did not issue bonds during the fiscal year ended June 30, 2015.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

C. Bonds Authorized But Not Issued:

As of June 30, 2015, the District had no authorized but not used bonds.

C. Capital Leases Payable:

The District is leasing several copiers and school buses under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2015.

Year ending June 30,	<u>Total</u>
2016	\$ 182,157
2017	85,442
2018	85,664
2019	<u>46,953</u>
Total Minimum Lease Payments	\$ 400,216
Less: Amount Representing Interest	<u>(14,164)</u>
Net Minimum Lease Payments	<u>\$ 386,052</u>

NOTE 5. PENSION PLANS

Plan Descriptions

All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS)

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended June 30, 2015, the District recognized pension expense of \$561,303, consisting of employer contributions of \$284,458 and non-employer contributions of \$276,845. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	203,149	-
Net difference between projected and actual earnings on pension plan investments	-	382,003
Changes in proportion and differences between District contributions and proportionate share of contributions	-	301,306
District contributions subsequent to the measurement date	-	
Total:	<u>\$ 203,149</u>	<u>\$ 683,309</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from school district, charter school, or renaissance school project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2015	\$ (58,898)
2016	\$ (58,898)
2017	\$ (58,898)
2018	\$ (58,898)
2019	\$ 37,338
Thereafter	\$ 16,429
Total	<u>\$ (181,825)</u>

Additional Information

Collective balances at December 31, 2013 and 2014 are as follows:

	<u>12/31/13</u>	<u>12/31/14</u>
Collective deferred outflows of resources	\$ -	\$ 203,149
Collective deferred inflows of resources	-	385,003
Collective net pension liability	6,951,372	6,460,365
District's Proportion	<u>0.0345%</u>	<u>0.0345%</u>

The District made an adjustment in the District-Wide Financial Statements to record the collective net pension liability reported above of \$6,951,372. This liability was recorded as of July 1, 2014 and is a result of implementing Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment to GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended June 30, 2015, the District recognized pension expense of \$2,580,592 and revenue of \$2,580,592 for support provided by the State. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 19,638
Changes of assumptions	2,061,829	
Net difference between projected and actual earnings on pension plan investments	-	1,556,445
Changes in proportion and differences between District contributions and proportionate share of contributions	-	75,002
District contributions subsequent to the measurement date	-	
Total:	<u>\$ 2,061,829</u>	<u>\$ 1,651,085</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2015	\$ (117,620)
2016	(117,620)
2017	(117,620)
2018	(117,620)
2019	274,159
Thereafter	<u>685,396</u>
Total	<u>\$ 489,075</u>

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 5. PENSION PLANS (Continued)

Significant Legislation

During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the fiscal year ended June 30, 2015, the State of New Jersey contributed \$1,267,394 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$683,466 during the year ended June 30, 2015 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 6. POST-EMPLOYMENT BENEFITS

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

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

For the fiscal year ended June 30, 2015, the State of New Jersey contributed on behalf of the District \$777,580 to the TPAF for post-retirement medical benefits.

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 173	\$ 7,104
Special Revenue Fund		
Capital Projects Fund		173
Debt Service Fund		
Enterprise Fund	7,104	
Trust and Agency Fund		
	<u>\$7,277</u>	<u>\$7,277</u>

These amounts represent temporary advances between the various funds.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 8. CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2013-2014 fiscal year were subject to the Single Audit Act of 1984 and New Jersey OMB Circular 04-04 which mandates that grant revenues and expenditures be audited in conjunction with the Board's annual audit. Substantially, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. Further, the School Child Nutrition Program is a recipient of federal (USDA) reimbursements and is subject to certain related federal regulations. The federal reimbursements are subject to subsequent audit and interpretation by the New Jersey Department of Education. The Board and management do not believe such an audit would result in material amounts of disallowed costs.

NOTE 9. LITIGATION

The Board attorneys' report that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the financial position of the District.

NOTE 10. COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. 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 District's agreements with the various employee unions.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 10. COMPENSATED ABSENCES (Continued)

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term account group. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore, is not shown separately from the long-term liability balance of compensated absences.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

NOTE 11. DEFERRED COMPENSATION

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by a benefits management company, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The Board offers several plan administrators for its employees to utilize.

NOTE 12. RISK MANAGEMENT

The Board has contracted with a commercial insurance company to provide coverage for various losses caused by the Board on its employees for losses sustained through other acts. The coverages are subject to various deductibles and coverage limits based on the type of policy coverage included. The coverages and its limits are detailed in the statistical section (Exhibit J-20).

The Board also maintains surety bond coverage on key financial employees.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

New Jersey Unemployment Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of the balance in the Trust Fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Ending Balance</u>
2014-2015	\$ 397,187
2013-2014	\$ 398,967
2012-2013	\$ 394,628

NOTE 13. INVENTORY

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

Food-Commodities	\$ 1,484
Food and Non-Food – Regular	<u>\$ 5,833</u>
	<u>\$ 7,317</u>
	=====

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 14. FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the \$3,118,705 General Fund fund balance at June 30, 2015, \$113,406 is reserved for encumbrances; \$1,504,458 has been reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$974,213 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2016); \$738,097 has been reserved in the Capital Reserve Account; \$50,000 has been reserved in the Maintenance Reserve Account; and \$712,744 is unreserved and undesignated.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

Debt Service Fund - The Debt Service Fund fund balance at June 30, 2015 was \$4,950.

NOTE 15. CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal 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 \$530,245. The excess fund balance at June 30, 2014 was \$974,213.

NOTE 16. 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 17. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2015. TPAF Social Security Contributions 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.

NOTE 18. SUBSEQUENT EVENTS

The Monmouth Regional High School Board of Education has evaluated subsequent events occurring after June 30, 2015 through the date of November 30, 2015, which is the date the financial statements were available to be issued.

NOTE 19. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Monmouth Regional High School Board of Education by inclusion of \$1 on October 19, 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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 19. CAPITAL RESERVE ACCOUNT (Continued)

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

The capital reserve account reported the following activity for the fiscal year ended June 30, 2015:

Beginning Balance	\$ 591,423
Plus: Board Appropriation	879,367
Transfers In	35,735
Interest Income	572
Less: Transfers Out	<u>(769,000)</u>
Ending Balance	<u>738,097</u>

NOTE 20. CONTINGENT LIABILITIES

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. To the extent that the District has not complied with the grant rules and regulations, refunds of any money received may be required and the collectability of any related receivable at June 30, 2015 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 21. ECONOMIC DEPENDENCY

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

NOTE 22. GASB #54 – FUND BALANCE DISCLOSURES

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Monmouth Regional High School District classifies governmental fund balances as follows:

- Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned - includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

General Fund – Of \$3,118,705 General Fund fund balance at June 30, 2015, \$530,245 is restricted for excess surplus – current year; \$1,762,310 is restricted for other purposes; \$113,406 is committed; and \$712,744 is unassigned.

***REQUIRED SUPPLEMENTARY INFORMATION
PART II***

BUDGETARY COMPARISON SCHEDULES

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 19,904,424	\$ -	\$ 19,904,424	\$ 19,904,424	\$ -
Transportation Fees From Other LEAs	393,596	-	393,596	485,396	91,800
Rental Facilities	-	-	-	80,996	80,996
Tuition	-	-	-	21,733	21,733
Interest Income - Other	-	5,000	5,000	3,577	(1,423)
Interest Earned on Capital Reserve Funds	50	-	50	573	523
Miscellaneous	87,002	(5,000)	82,002	112,417	30,415
Total - Local Sources	<u>20,385,072</u>	<u>-</u>	<u>20,385,072</u>	<u>20,609,116</u>	<u>224,044</u>
State Sources:					
Categorical Special Education Aid	643,368	-	643,368	643,368	-
Categorical Transportation Aid	583,284	-	583,284	583,284	-
Categorical Security Aid	108,037	-	108,037	108,037	-
Equalization Aid	299,370	-	299,370	299,370	-
Equalization Aid - ARRA	-	-	-	-	-
Extraordinary Aid	-	-	-	205,289	205,289
Extraordinary Aid - Previous Year	-	-	-	2,096	2,096
Adjustment Aid	1,703,247	-	1,703,247	1,703,247	-
Non Public Transportation Aid	-	-	-	27,944	27,944
Other State Aid	19,020	-	19,020	19,020	-
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	489,814	489,814
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	777,580	777,580
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	683,466	683,466
Total State Sources	<u>3,356,326</u>	<u>-</u>	<u>3,356,326</u>	<u>5,542,515</u>	<u>2,186,189</u>
Federal Sources:					
Impact Aid	-	-	-	617	617
Education Jobs Fund	-	-	-	-	-
Total - Federal Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>617</u>	<u>617</u>
Total Revenues	<u>23,741,398</u>	<u>-</u>	<u>23,741,398</u>	<u>26,152,248</u>	<u>2,410,850</u>
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	-	-	-	-	-
Grades 1-5 - Salaries of Teachers	-	-	-	-	-
Grades 6-8 - Salaries of Teachers	-	-	-	-	-
Grades 9-12 - Salaries of Teachers	6,671,268	(58,671)	6,612,597	6,596,828	15,769
Regular Programs - Home Instruction:					
Salaries of Teachers	16,800	7,468	24,268	23,901	367
Purchased Professional-Educational Services	-	21,600	21,600	21,554	46
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	80,907	2,186	83,093	83,093	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	2,000	1,260	3,260	1,583	1,677
General Supplies	353,481	(123,702)	229,779	213,568	16,211
Textbooks	73,073	(25,311)	47,762	46,997	765
Other Objects	110,541	815	111,356	99,149	12,207
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>7,308,070</u>	<u>(174,355)</u>	<u>7,133,715</u>	<u>7,086,673</u>	<u>47,042</u>
SPECIAL EDUCATION - INSTRUCTION					
Cognitive - Mild:					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
Total Cognitive - Mild	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cognitive - Moderate:					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-

**Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Cognitive - Moderate	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Learning and/or Language Disabilities:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Learning and/or Language Disabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Visual Impairments:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Visual Impairments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Auditory Impairments:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Auditory Impairments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Behavioral Disabilities:					
Salaries of Teachers	116,888	14,500	131,388	131,306	82
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies	5,000	(5,000)	-	-	-
Textbooks		-			-
Other Objects		-			-
Total Behavioral Disabilities	<u>121,888</u>	<u>9,500</u>	<u>131,388</u>	<u>131,306</u>	<u>82</u>
Multiple Disabilities:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Multiple Disabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Resource Room/Resource Center:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Resource Room/Resource Center	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Autism:					
Salaries of Teachers		-			-

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Autism	-	-	-	-	-
Preschool Disabilities - Part-Time:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Preschool Disabilities - Part-Time	-	-	-	-	-
Preschool Disabilities - Full-Time:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Preschool Disabilities - Full-Time	-	-	-	-	-
Home Instruction:					
Purchased Professional-Educational Services	-	14,710	14,710	14,710	-
Total Home Instruction	-	14,710	14,710	14,710	-
Cognitive - Severe:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Cognitive - Severe	-	-	-	-	-
TOTAL SPECIAL EDUCATION - INSTRUCTION	121,888	24,210	146,098	146,016	82
Basic Skills/Remedial - Instruction					
Salaries of Teachers	92,529	-	92,529	92,529	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Basic Skills/Remedial - Instruction	92,529	-	92,529	92,529	-
Bilingual Education - Instruction					
Salaries of Teachers	56,404	4,596	61,000	61,000	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Bilingual Education - Instruction	56,404	4,596	61,000	61,000	-
School-Spon. Athletics - Inst.					
Salaries of Teachers	472,786	(13,000)	459,786	444,523	15,263
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)	62,000	1,838	63,838	60,691	3,147

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
General Supplies	53,600	6,260	59,860	59,184	676
Textbooks		-			-
Other Objects	49,200	(13,238)	35,962	33,566	2,396
Total School-Spon. Athletics - Inst.	637,586	(18,140)	619,446	597,964	21,482
School-Spon. Cocurricular Actvts. - Inst.					
Salaries	180,932	(600)	180,332	180,257	75
Purchased Services (300-500 series)	18,700	(12,160)	6,540	6,526	14
Supplies and Materials	5,000	2,300	7,300	6,015	1,285
Other Objects	34,100	7,405	41,505	32,929	8,576
Transfers to Cover Deficit (Agency Funds)		-			-
Total School-Spon. Cocurricular Actvts. - Inst.	238,732	(3,055)	235,677	225,727	9,950
Other Instructional Programs - Instruction					
Salaries		-			-
Purchased Services (300-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Transfers to Cover Deficit (Agency Funds)		-			-
Total Other Instructional Programs - Instruction	-	-	-	-	-
Total Instruction	8,455,209	(166,744)	8,288,465	8,209,909	78,556
Undistributed Expenditures - Instruction:					
Tuition to CSSD & Regional Day Schools		-			-
Tuition to Private Schools for the Disabled - Within State	1,595,899	(277,415)	1,318,484	1,275,465	43,019
Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ	-	205,411	205,411	205,378	33
Tuition -County Voc School Dist.-Regular	481,420	93,000	574,420	537,173	37,247
Tuition -County Voc School Dist.-Special	130,000	73,000	203,000	196,010	6,990
Tuition - State Facilities	70,000	16,811	86,811	86,811	-
Tuition - Other		-			-
Tuition - Other LEAs Within State-Regular	-	5,000	5,000	4,096	904
Tuition - Other LEAs Within State-Special	68,533	326,920	395,453	337,698	57,755
Total Undistributed Expenditures - Instruction:	2,345,852	442,727	2,788,579	2,642,631	145,948
Undistributed Expend. - Attendance & Social Work					
Salaries		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Undistributed Expend. - Attendance & Social Work	-	-	-	-	-
Undist. Expend. - Health Services					
Salaries	139,448	2,294	141,742	141,250	492
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)	850	300	1,150	1,148	2
Supplies and Materials	1,200	7,490	8,690	7,717	973
Other Objects	1,075	-	1,075	207	868
Total Undistributed Expenditures - Health Services	142,573	10,084	152,657	150,322	2,335
Undist. Expend. - Other Supp. Serv. Students - Related Serv.					
Salaries of Other Professional Staff	-	25,000	25,000	20,559	4,441
Purchased Professional - Educational Services	306,185	(241,886)	64,299	48,691	15,608
Supplies and Materials		-			-
Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.	306,185	(216,886)	89,299	69,250	20,049
Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.					
Salaries	185,684	21,700	207,384	207,339	45
Total Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.	185,684	21,700	207,384	207,339	45
Undist. Expend. - Other Supp. Serv. Students-Reg.					
Salaries of Other Professional Staff	375,824	-	375,824	373,162	2,662
Salaries of Secretarial and Clerical Assistants	146,961	-	146,961	145,331	1,630
Other Salaries		-			-
Purchased Professional - Educational Services		-			-
Other Purchased Prof. and Tech. Services	6,000	239	6,239	6,239	-
Other Purchased Services (400-500 series)	1,190	61	1,251	625	626
Supplies and Materials	3,750	3,438	7,188	6,170	1,018
Other Objects	22,933	(8,500)	14,433	8,440	5,993
Total Undist. Expend. - Other Supp. Serv. Students-Reg.	556,658	(4,762)	551,896	539,967	11,929
Undist. Expend. - Other Supp. Serv. Students - Special					
Salaries of Other Professional Staff	622,372	(21,900)	600,472	559,384	41,088
Salaries of Secretarial and Clerical Assistants	68,748	400	69,148	69,148	-
Purchased Professional Educational Services	88,000	6,315	94,315	94,169	146
Misc. Purch Serv (400 - 500 series o/than resid costs)	4,000	(1,650)	2,350	1,154	1,196
Supplies and Materials	4,000	7,150	11,150	9,308	1,842

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Objects	4,850	(1,000)	3,850	1,352	2,498
Total Undist. Expend. - Other Supp. Serv. Students - Special	791,970	(9,685)	781,285	734,515	44,272
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	611,041	10,000	621,041	618,170	2,871
Salaries of Other Professional Staff	52,470	-	52,470	29,220	23,250
Salaries of Sec and Clerical Assist.	-	-	-	-	-
Other Salaries	10,000	(10,000)	-	-	-
Purchased Prof- Educational Services	-	-	-	-	-
Other Purch Prof. and Tech. Services	-	-	-	-	-
Other Purch Services (400-500)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	1,000	-	1,000	954	46
Total Undist. Expend. - Improvement of Inst. Serv.	674,511	-	674,511	648,344	26,167
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	185,105	-	185,105	181,248	3,857
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	20,935	210	21,145	16,113	5,032
Other Objects	4,700	-	4,700	1,029	3,671
Total Undist. Expend. - Edu. Media Serv./Sch. Library	210,740	210	210,950	198,390	12,560
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Supervisors of Instruction	1,506	-	1,506	-	1,506
Salaries of Other Professional Staff	30,600	156	30,756	8,727	22,029
Salaries of Secretarial and Clerical Assist	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Professional - Educational Serv	-	-	-	-	-
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	1,000	-	1,000	-	1,000
Other Objects	200	-	200	-	200
Total Undist. Expend. - Instructional Staff Training Serv.	33,306	156	33,462	8,727	24,735
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	207,995	90	208,085	208,084	1
Legal Services	30,000	24,157	54,157	48,418	5,739
Audit Fees	30,000	950	30,950	30,950	-
Other Purchased Professional Services	2,500	(950)	1,550	-	1,550
Communications/Telephone	42,640	193	42,833	38,815	4,018
BOE Other Purchased Services	1,500	861	2,361	2,360	1
Other Purchased Services (400-500 series)	80,915	(11,000)	69,915	69,523	392
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Rental	-	-	-	-	-
Travel	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
General Supplies	5,000	7,000	12,000	10,914	1,086
BOE In house Training/Meeting Supplies	-	1,250	1,250	1,200	50
BOE Membership Dues and Fees	12,600	-	12,600	12,524	76
Judgements Against The School District	-	-	-	-	-
Miscellaneous Expenditures	21,750	13,047	34,797	27,839	6,958
Total Undist. Expend. - Supp. Serv. - General Admin.	434,900	35,598	470,498	450,627	19,871
Undist. Expend. - Support Serv. - School Admin.					
Salaries of Principals/Assistant Principals	236,372	(6,580)	229,792	229,744	48
Salaries of Other Professional Staff	142,608	17,389	159,997	159,650	347
Salaries of Secretarial and Clerical Assistants	174,162	800	174,962	174,961	1
Other Salaries	-	-	-	-	-
Purchased Professional and Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	600	1,216	1,816	1,739	77
Supplies and Materials	10,836	(1,771)	9,065	7,507	1,558
Rental	-	-	-	-	-
Other Objects	8,900	350	9,250	8,997	253
Total Undist. Expend. - Support Serv. - School Admin.	573,478	11,404	584,882	582,598	2,284
Undist. Expend. - Central Services					
Salaries	261,311	6,201	267,512	267,410	102
Purchased Professional Services	-	1,250	1,250	1,250	-
Other Purchased Services (400-500 series)	15,700	(4,100)	11,600	10,411	1,189
Sale/Lease Back Payments	-	-	-	-	-
Supplies and Materials	9,280	9,164	18,444	18,082	362
Interest on Current Loans	-	-	-	-	-
Miscellaneous Expenditures	-	3,650	3,650	3,614	36
Total Undist. Expend. - Central Services	286,291	16,165	302,456	300,767	1,689

**Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undist. Expend. - Admin. Info. Tech.					
Salaries	10,500	-	10,500	10,500	-
Other Purchased Services (400-500 series)	500	-	500	331	169
Supplies and Materials	-	31,000	31,000	30,178	822
Total Undist. Expend. - Admin. Info. Tech.	<u>11,000</u>	<u>31,000</u>	<u>42,000</u>	<u>41,009</u>	<u>991</u>
Undist. Expend. - Required Maint.- School Facilities					
Salaries	259,511	9,850	269,361	262,629	6,732
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Salaries of Other Professional Staff	-	-	-	-	-
Cleaning, Repair and Maintenance Services	497,270	(65,742)	431,528	408,825	22,703
Other Purchased Property Services	-	-	-	-	-
Insurance	-	-	-	-	-
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	261,344	(107,381)	153,963	150,788	3,175
Energy (Energy and Electricity)	-	-	-	-	-
Other Objects	2,300	-	2,300	-	2,300
Total Undist. Expend. - Required Maint.- School Facilities	<u>1,020,425</u>	<u>(163,273)</u>	<u>857,152</u>	<u>822,242</u>	<u>34,910</u>
Undist. Expend. - Oth. Oper. & Maint. of Plant					
Salaries	487,332	4,946	492,278	487,994	4,284
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	90,450	1,480	91,930	91,929	1
Purchased Professional and Technical Services	-	-	-	-	-
Cleaning, Repair and Maintenance Services	-	-	-	-	-
Other Purchased Property Services	30,087	3,776	33,863	27,631	6,232
Insurance	122,364	2,000	124,364	122,975	1,389
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	85,000	(22,708)	62,292	60,684	1,608
Energy (Heat and Electricity)	308,441	59,000	367,441	357,351	10,090
Other Objects	17,000	(9,794)	7,206	7,205	1
Total Undist. Expend. - Other Oper. & Maint. Of Plant	<u>1,140,674</u>	<u>38,700</u>	<u>1,179,374</u>	<u>1,155,769</u>	<u>23,605</u>
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	146,689	23,573	170,262	170,200	62
Cleaning, Repair and Maintenance Services	11,500	(1,385)	10,115	9,655	460
Total Undist. Expend. - Care & Upkeep of Grounds	<u>158,189</u>	<u>22,188</u>	<u>180,377</u>	<u>179,855</u>	<u>522</u>
Undist. Expend. - Security					
Salaries	26,629	-	26,629	26,628	1
General Supplies	-	8,000	8,000	7,429	571
Cleaning, Repair and Maintenance Services	-	-	-	-	-
Total Undist. Expend. - Security	<u>26,629</u>	<u>8,000</u>	<u>34,629</u>	<u>34,057</u>	<u>572</u>
Undist. Expend. - Student Transportation Serv.					
Management Fees - ESC & CTSA Transportation Programs	-	-	-	-	-
Salaries for pupil trans - (Between Home and School) - Reg	427,480	82,127	509,607	508,872	735
Salaries for pupil trans - (Between Home and School) - Sp Ed	-	-	-	-	-
Salaries for pupil trans - (Other than Bet. Home and School)	58,630	18,400	77,030	76,523	507
Cleaning, Repair and Maintenance Services	98,000	8,625	106,625	102,828	3,797
Lease Purchase Payments - School Buses	119,319	-	119,319	118,867	452
Contract Services - (Other than Bet. Home and School) - Vendors	3,000	1,115	4,115	1,115	3,000
Contract Services - (Between Home and School) - Vendors	400,915	59,827	460,742	409,677	51,065
Contract Services - (Between Home and School) - Joint	175,514	31,343	206,857	206,776	81
Contract Services - (Special Ed Stds) - Vendors	-	-	-	-	-
Contract Services - (Special Ed Stds) - Joint	-	-	-	-	-
Contract Services - (Reg Ed Stds) - ESCs & CTSA	51,434	43,051	94,485	83,423	11,062
Contract Services - (Special Ed Stds) - ESCs & CTSA	72,656	84,689	157,345	157,311	34
Contract Services - Aid in Lieu Of Pymts-NonPub Sch	156,468	(36,427)	120,041	113,924	6,117
Miscellaneous Purchase Services-Transportation	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Transportation Supplies	79,000	20,300	99,300	96,845	2,455
Other Objects	6,480	6,400	12,880	10,510	2,370
Total Undist. Expend. - Student Transportation Serv.	<u>1,648,896</u>	<u>319,450</u>	<u>1,968,346</u>	<u>1,886,671</u>	<u>81,675</u>
Undist. Expend. - Business and Other Support Serv.					
Salaries	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Insurance	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Interest on Current Loans	-	-	-	-	-
Total Undist. Expend. - Business and Other Support Serv.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Undist. Expend. - Food Services					

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Transfers to Cover Deficit (Enterprise Fund)	-	50,000	50,000	50,000	-
Total Undist. Expend. - Food Services	-	50,000	50,000	50,000	-
UNALLOCATED BENEFITS					
Group Insurance		-			-
Social Security Contributions	300,000	41	300,041	269,585	30,456
T.P.A.F. Contributions - ERIP		-			-
Other Retirement Contributions - Regular	323,502	(18,200)	305,302	285,190	20,112
Interest for Lease Purchase		-			-
Unemployment Compensation	22,189	-	22,189	22,189	-
Workmen's Compensation	230,087	(6,541)	223,546	221,703	1,843
Health Benefits	3,996,401	(99,600)	3,896,801	3,875,254	21,547
Tuition Reimbursement	28,000	-	28,000	19,987	8,013
Other Employee Benefits	22,616	52,001	74,617	66,140	8,477
TOTAL UNALLOCATED BENEFITS	4,922,795	(72,299)	4,850,496	4,760,048	90,448
On-Behalf TPAF Pension Contributions (non-budgeted)		-		489,814	(489,814)
On-Behalf TPAF Post-Retirement Medical Contributions (non-budgeted)		-		777,580	(777,580)
Reimbursed TPAF Social Security Contributions (non-budgeted)		-		683,466	(683,466)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	1,950,860	(1,950,860)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	4,922,795	(72,299)	4,850,496	6,710,908	(1,860,412)
TOTAL UNDISTRIBUTED EXPENDITURES	15,470,756	540,477	16,010,233	17,413,988	(1,406,253)
TOTAL GENERAL CURRENT EXPENSE	23,925,965	373,733	24,298,698	25,623,897	(1,325,199)
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction:					
Preschool/Kindergarten		-			-
Grades 1-5		-			-
Grades 6-8		-			-
Grades 9-12		-			-
Home Instruction		-			-
Special Education - Instruction:					
Cognitive - Mild		-			-
Cognitive - Moderate		-			-
Learning and/or Language Disabilities		-			-
Visual Impairments		-			-
Auditory Impairments		-			-
Behavioral Disabilities		-			-
Multiple Disabilities		-			-
Resource Room/Resource Center		-			-
Autism		-			-
Preschool Disabilities - Part-Time		-			-
Preschool Disabilities - Full-Time		-			-
Cognitive - Severe		-			-
Basic Skills/Remedial - Instruction		-			-
Bilingual Education - Instruction		-			-
Vocational Programs - Local - Instruction		-			-
School-Sponsored and Other Instructional Program		-			-
Undistributed Expenditures - Instruction		-			-
Undist.Expend.-Support Serv.-Students - Reg.		-			-
Undist.Expend.-Non-Instructional Services	-	14,700	14,700	14,454	246
Undistributed Expenditures - General Admin.		-			-
Undistributed Expenditures - Central Services	-	4,638	4,638	4,638	-
Undistributed Expenditures - School Admin.		-			-
Undistributed Expenditures - Plant Maintenance	-	28,320	28,320	28,320	-
Undistributed Expenditures - Operation of Plant Services		-			-
Undistributed Expenditures - Security	-	3,400	3,400	3,192	208
Schools Buses - Regular		-			-
Special Schools (All Programs)		-			-
Total Equipment	-	51,058	51,058	50,604	454
Facilities Acquisition and Construction Services					
Construction Services	879,417	-	879,417	-	879,417
Other Purchased Prof. Service		-			-
Lease Purchase Agreements	225,397	(3,358)	222,039	221,049	990
Total Facilities Acquisition and Construction Services	1,104,814	(3,358)	1,101,456	221,049	880,407
Assets Acquired Under Capital Leases (non-budgeted)					

Monmouth Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures:					
Capital Leases		-		219,244	(219,244)
Assets Acquired Under Capital Leases (non-budgeted)	-	-	-	219,244	(219,244)
Deposit to Capital Reserve	1,000,000	(1,000,000)			-
TOTAL CAPITAL OUTLAY	<u>2,104,814</u>	<u>(952,300)</u>	<u>1,152,514</u>	<u>490,897</u>	<u>661,617</u>
SPECIAL SCHOOLS					
Summer School - Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Summer School - Instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Summer School - Support Services					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Summer School - Support Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Summer School	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Special Schools - Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Other Special Schools - Instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Special Schools - Support Services					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Other Special Schools - Support Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Special Schools	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accred. Even./Adult H.S./Post-Grad.-Inst.					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Accred. Even./Adult H.S./Post-Grad.-Inst.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accred. Even./Adult H.S./Post-Grad.-Supp. Service					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Accred. Even./Adult H.S./Post-Grad.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Adult Education-Local-Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-

Monmouth Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Adult Education-Local-Instruction	-	-	-	-	-
Adult Education-Local -Support Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Adult Education-Local -Support Serv.	-	-	-	-	-
Total Adult Education-Local	-	-	-	-	-
Vocational Evening-Local-Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Vocational Evening-Local-Instruction	-	-	-	-	-
Vocational Evening-Local-Support Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Vocational Evening-Local-Support Serv.	-	-	-	-	-
Total Vocational Evening-Local	-	-	-	-	-
Even.-Sch.-Foreign-Born-Local-Inst.					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Even.-Sch.-Foreign-Born-Local-Inst.	-	-	-	-	-
Even.-Sch.-Foreign-Born-Local-Sup. Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Even.-Sch.-Foreign-Born-Local-Sup. Serv.	-	-	-	-	-
Total Even.-Sch.-Foreign-Born-Local	-	-	-	-	-
TOTAL SPECIAL SCHOOLS	-	-	-	-	-
Transfer of Funds to Charter Schools					-
TOTAL EXPENDITURES	26,030,779	(578,567)	25,451,212	26,114,794	(663,582)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,289,381)	578,567	(1,709,814)	37,454	1,747,268
Other Financing Sources(Uses):					
Capital Leases (non-budgeted)				219,244	
Transfer from Capital Projects				35,735	
Transfer to Capital Projects Fund		-	-	(769,000)	769,000
Total Other Financing Sources:	-	-	-	(514,021)	769,000

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2015

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(2,289,381)	578,567	(1,709,814)	(476,567)	2,516,268
Fund Balance, July 1				3,595,272	(3,595,272)
Fund Balance, June 30	<u>\$ (2,289,381)</u>	<u>\$ 578,567</u>	<u>\$ (1,709,814)</u>	<u>\$ 3,118,705</u>	<u>\$ (1,079,004)</u>
Recapitulation:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 974,213	
Reserve for Excess Surplus				530,245	
Reserve for Capital Reserve				738,097	
Reserve for Maintenance				50,000	
Committed Fund Balance:					
Reserve for Encumbrances				113,406	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				-	
Unrestricted Fund Balance				712,744	
				<u>3,118,705</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(321,036)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 2,797,669</u>	

**Monmouth Regional High 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:					
Local Sources	\$ 3,000	723	\$ 3,723	\$ 2,635	\$ (1,088)
State Sources	18,011	73,091	91,102	90,943	(159)
Federal Sources	152,227	312,541	464,768	420,212	(44,556)
Total Revenues	173,238	386,355	559,593	513,790	(45,803)
EXPENDITURES:					
Instruction					
Salaries of Teachers		15,924	15,924	15,924	-
Other Salaries for Instruction		-			-
Other Salaries		-			-
Purchased Professional - Educational Services		-			-
Purchased Professional and Technical Services		-			-
Supplies and Materials		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies	48,999	44,407	93,406	93,406	-
Textbooks		18,053	18,053	18,053	-
Tuition	103,228	183,949	287,177	241,374	45,803
Other Objects		-			-
Total Instruction	152,227	262,333	414,560	368,757	45,803
Support Services					
Salaries of Other Professional Staff		-			-
Salaries of Secretaries & Clerical Assistants		-			-
Other Salaries		2,635	2,635	2,635	-
Personal Services - Employee Benefits		1,109	1,109	1,109	-
Purchased Professional Services	21,011	56,925	77,936	77,936	-
Other Purchased Professional Services		-			-
Other Purchased Professional and Technical Services		-			-
Rentals		-			-
Contracted Services Transportation		-			-
Tuition		-			-
Travel		-			-
Other Purchased Services (400-500 series)		63,353	63,353	63,353	-
Supplies & Materials		-			-
Other Objects		-			-
Total Support Services	21,011	124,022	145,033	145,033	-
Facilities Acquisition and Construction Services:					
Buildings		-			-
Instructional Equipment		-			-
Noninstructional Equipment		-			-
Total Facilities Acquisition and Construction Services	-	-	-	-	-
Transfer to Charter School					
Total Expenditures	173,238	386,355	559,593	513,790	45,803

**Monmouth Regional High School District
 Budgetary Comparison Schedule
 Special Revenue Fund
 For the Fiscal Year Ended June 30, 2015**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Other Financing Sources (Uses)					
Transfer in from General Fund		-			-
Transfer Out to Whole School Reform (General Fund)		-			-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Outflows	<u>173,238</u>	<u>386,355</u>	<u>559,593</u>	<u>513,790</u>	<u>45,803</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

***NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
PART II***

**Monmouth Regional High School District
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Fiscal Year Ended June 30, 2015**

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

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	[C-1]	\$ 26,152,248	[C-2]	\$ 513,790
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(321,036)		
Prior year state aid payment recognized for GAAP purposes in current year		339,954		
 Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	 [B-2]	 \$ 26,171,166	 [B-2]	 \$ 513,790
 Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	26,114,794	[C-2]	513,790
Differences - budget to GAAP				
The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.				
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (outflows) to general fund				-
 Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	 [B-2]	 \$ 26,114,794	 [B-2]	 \$ 513,790

***REQUIRED SUPPLEMENTARY INFORMATION
PART III***

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

Exhibit L-1

Monmouth Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
PERS
Last Fiscal Year*

	<u>2015</u>
District's proportion of the net pension liability	0.0345%
District's proportionate share of the net pension liability	\$ 6,460,365
District's covered employee payroll	\$ 2,470,566
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	261.49%
Plan fiduciary net position as a percentage of the total pension liability	52.08%

* This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

Monmouth Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF DISTRICT CONTRIBUTIONS
PERS
Last Fiscal Year*

	<u>2015</u>
Contractually required contribution	\$ 284,458
Contributions in relation to the contractually required contribution	\$ <u>(284,458)</u>
Contribution deficiency (excess)	\$ <u><u>0</u></u>
District's covered employee payroll	\$ 2,470,566
Contributions as a percentage of its covered-employee payroll	11.51%

* This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

Monmouth Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
TPAF
Last Fiscal Year*

	<u>2015</u>
District's proportion of the net pension liability	0.0897%
State's proportionate share of the net pension liability attributable to the District	\$47,958,033
District's covered employee payroll	\$ 8,995,207
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	533.15%
Plan fiduciary net position as a percentge of the total pension liability	33.64%

* This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
PART III**

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Notes to Required Supplementary Information - Part III
For the Year Ended June 30, 2015

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were no changes.

Changes of Assumptions

There were no changes.

B. TEACHERS PENSION AND ANNUITY FUND (TPAF)

Benefit Changes

There were no changes.

Changes of Assumptions

There were no changes.

OTHER SUPPLEMENTARY INFORMATION

SCHOOL BASED BUDGET SCHEDULES

NOT APPLICABLE

***SPECIAL REVENUE FUND
DETAIL STATEMENTS***

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

**Monmouth Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	Total Brought Forward (Ex. E-1a)	Title I	Title I 2013-2014 (Carryover)	I.D.E.A. Part B Basic	I.D.E.A. Part B Basic 2013-2014 (Carryover)	Peskoe Grant	Total
REVENUES							
Local Sources	\$ -					\$ 2,635	\$ 2,635
State Sources	90,943						90,943
Federal Sources	34,745	81,057	18,921	276,942	8,547		420,212
Total Revenues	125,688	81,057	18,921	276,942	8,547	2,635	513,790
EXPENDITURES:							
Instruction:							
Salaries of Teachers	924		15,000				15,924
Other Salaries for Instruction	-						-
Purchased Professional - Educational Services	-						-
Purchased Professional and Technical Services	-						-
Other Purchased Services (400-500 series)	-						-
Tuition	-			241,374			241,374
General Supplies	9,537	79,948	3,921				93,406
Textbooks	18,053						18,053
Other Objects	-						-
Supplies and Materials	-						-
Total instruction	28,514	79,948	18,921	241,374	-	-	368,757
Support services:							
Salaries of Secretarial and Clerical Assists.	-						-
Other Salaries	-	-				2,635	2,635
Personal Services - Employee Benefits	-	1,109					1,109
Purchased Professional Services	33,821			35,568	8,547		77,936
Other Purchased Professional and Technical Services	-			-			-
Purchased Technical Services	-						-
Rentals	-						-
Travel	-						-
Other Purchased Services	63,353						63,353
Supplies & Materials	-						-
Total support services	97,174	1,109	-	35,568	8,547	2,635	145,033

**Monmouth Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	Total Brought Forward (Ex. E-1a)	Title I	Title I 2013-2014 (Carryover)	I.D.E.A. Part B Basic	I.D.E.A. Part B Basic 2013-2014 (Carryover)	Peskoe Grant	Total
EXPENDITURES (CONT'D):							
Facilities acquisition and const. serv.:							
Buildings	-						-
Instructional Equipment	-						-
Noninstructional Equipment	-						-
Total facilities acquisition and const. serv.	-	-	-	-	-	-	-
Transfer to Charter Schools	-						-
Total Expenditures	125,688	81,057	18,921	276,942	8,547	2,635	513,790
Other Financing Sources (Uses)							
Transfer In from General Fund	-						-
Contribution to Whole School Reform	-						-
Total Outflows	125,688	81,057	18,921	276,942	8,547	2,635	513,790
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Monmouth Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	<u>N.J. Nonpublic Handicapped Services Ch. 193</u>						<u>Title II Part A 2013-2014 (Carryover)</u>	<u>Total Carried Forward</u>
	<u>Supplemental Instruction</u>	<u>Examination & Classification</u>	<u>Nonpublic Technology</u>	<u>Nonpublic Nursing</u>	<u>Nonpublic Textbooks</u>	<u>Title II Part A</u>		
REVENUES								
Local Sources								\$ -
State Sources	8,318	26,295	9,537	28,740	18,053		-	90,943
Federal Sources						24,728	10,017	34,745
Total Revenues	8,318	26,295	9,537	28,740		24,728	10,017	125,688
EXPENDITURES:								
Instruction:								
Salaries of Teachers							924	924
Other Salaries for Instruction								-
Purchased Professional - Educational Services								-
Purchased Professional and Technical Services								-
Other Purchased Services (400-500 series)								-
Tuition								-
General Supplies			9,537					9,537
Textbooks					18,053			18,053
Other Objects								-
Supplies and Materials								-
Total instruction	-	-	9,537	-	18,053	-	924	28,514
Support services:								
Salaries of Secretarial and Clerical Assists.								-
Other Salaries								-
Personal Services - Employee Benefits								-
Purchased Professional Services						24,728	9,093	33,821
Other Purchased Professional and Technical Services								-
Purchased Technical Services								-
Rentals								-
Travel								-
Other Purchased Services	8,318	26,295		28,740				63,353
Supplies & Materials								-
Total support services	8,318	26,295	-	28,740		24,728	9,093	97,174

**Monmouth Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2015**

	N.J. Nonpublic Handicapped Services Ch. 193			Title II Part A			Total Carried Forward
	Supplemental Instruction	Examination & Classification	Nonpublic Technology	Nonpublic Nursing	Nonpublic Textbooks	Title II Part A	2013-2014 (Carryover)
EXPENDITURES (CONT'D):							
Facilities acquisition and const. serv.:							
Buildings							-
Instructional Equipment							-
Noninstructional Equipment							-
Total facilities acquisition and const. serv.	-	-	-	-	-	-	-
Transfer to Charter Schools							-
Total Expenditures	8,318	26,295	9,537	28,740	18,053	24,728	10,017
Other Financing Sources							
Transfer in from General Fund							-
Contribution to Whole School Reform							-
Total Outflows	8,318	26,295	9,537	28,740	18,053	24,728	10,017
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

***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.

**Monmouth Regional High School District
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Fiscal Year Ended June 30, 2015**

<u>Project Title/Issue</u>	<u>Original Date</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Unexpended Balance June 30, 2015</u>
			<u>Prior Years</u>	<u>Current Year</u>	
Improvements to Existing School Buildings:					
Renovations to band, AV and supply rooms	5/15/2012	\$ 805,312	\$ 805,312		\$ -
Renovations to the girl's locker room, science classrooms, storage room and asbestos removal	11/6/2012	6,149,000	3,663,009	1,471,381	1,014,610
Paving of Parking Lot	8/11/2014	749,500	-	749,500	-
		<u>\$ 7,703,812</u>	<u>\$ 4,468,321</u>	<u>\$ 2,220,881</u>	<u>\$ 1,014,610</u>

Exhibit F-2

**Monmouth Regional High School District
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2015**

Revenues and Other Financing Sources:

Transfers from Capital Reserve	769,000
Interest Income	
Transfers from Capital Outlay	-
Total Revenues	<u>769,000</u>

Expenditures and Other Financing Uses:

Transfers to General Fund	35,735
Purchased Professional and Technical Services	20,773
Land and Improvements	-
Construction services	2,200,107
Bond Issuance Costs	
Equipment Purchases	-
Total Expenditures	<u>2,256,615</u>

Excess (Deficiency) of revenues over (under) expenditures	(1,487,615)
Fund Balance - Beginning	<u>3,061,991</u>
Fund Balance - Ending	<u>\$ 1,574,376</u>

Monmouth Regional High School District
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Additions and Improvements to Existing School Building
From Inception and for the Year Ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Period</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Transfer from Capital Reserve		749,500	749,500	749,500
Total Revenues	<u>-</u>	<u>749,500</u>	<u>749,500</u>	<u>749,500</u>
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services		-	-	-
Construction services		749,500	749,500	749,500
Total Expenditures	<u>-</u>	<u>749,500</u>	<u>749,500</u>	<u>749,500</u>
Excess (Deficiency) of revenues over (under) expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date/Letter of Notification	N/A
Bond Authorization/Referendum Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Project Authorized Cost	\$769,000
Additional Authorized Cost	\$0
Revised Authorized Cost	\$749,500
Percentage Increase Over	
Original Authorized Cost	
Percentage Completion	100.00%
Original Target Completion Date	6/30/2015
Revised Target Completion Date	6/30/2015

Monmouth Regional High School District
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Additions and Improvements to Existing School Building
From Inception and for the Year Ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Period</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Proceeds from Issuance of Serial Bonds	\$ 6,149,000	-	6,149,000	6,149,000
Total Revenues	<u>6,149,000</u>	<u>-</u>	<u>6,149,000</u>	<u>6,149,000</u>
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services		-	-	
Construction services	3,663,009	1,471,381	5,134,390	6,149,000
Total Expenditures	<u>3,663,009</u>	<u>1,471,381</u>	<u>5,134,390</u>	<u>6,149,000</u>
Excess (Deficiency) of revenues over (under) expenses	<u>\$ 2,485,991</u>	<u>\$ (1,471,381)</u>	<u>\$ 1,014,610</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date/Letter of Notification	
Bond Authorization/Referendum Date	11/6/2012
Bonds Authorized	\$6,149,000
Bonds Issued	\$6,149,000
Original Project Authorized Cost	\$6,149,000
Additional Authorized Cost	\$0
Revised Authorized Cost	\$6,149,000
Percentage Increase Over	
Original Authorized Cost	-
Percentage Completion	83.00%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2016

***PROPRIETARY FUNDS
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.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.

***FIDUCIARY FUNDS
DETAIL STATEMENTS***

Fiduciary Funds are used to account for funds received by the school district for a specific purpose. Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll Fund - This agency fund is used to account for the payroll transactions of the school district.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Other Trust</u>	<u>Agency Fund</u>	<u>Total</u>
ASSETS:					
Cash and Cash Equivalents	\$ <u>397,187</u>	\$ <u>43,346</u>	\$ <u>3,291</u>	\$ <u>112,392</u>	\$ <u>556,216</u>
Total Assets	\$ 397,187	\$ 43,346	\$ 3,291	\$ 112,392	\$ 556,216
LIABILITIES:					
Payable to Student Groups	\$	\$	\$	\$ 92,124	\$ 92,124
Payroll Deductions and Withholdings	<u> </u>	<u> </u>	<u> </u>	<u>20,268</u>	<u>20,268</u>
Total Liabilities	\$ -	\$ -	\$ -	\$ <u>112,392</u>	\$ <u>112,392</u>
NET ASSETS:					
Held in Trust for Unemployment Claims and Other Purpose	\$ 397,187	\$	\$		\$ 397,187
Reserved for Scholarships		43,346			43,346
Reserved for Other Trust			<u>3,291</u>		<u>3,291</u>
Total Net Assets	\$ <u>397,187</u>	\$ <u>43,346</u>	\$ <u>3,291</u>		\$ <u>443,824</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts	Total
ADDITIONS:				
Contributions:				
Plan Member	\$ 56,007	\$ 34,200	\$	\$ 90,207
Other	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Contributions	\$ 56,007	\$ 34,200	\$ -	\$ 90,207
Investment Earnings:				
Interest & Dividends	\$ 309	\$ 24	\$ 2	\$ 335
Net Investment Earnings	\$ 309	\$ 24	\$ 2	\$ 335
Total Additions	\$ 56,316	\$ 34,224	\$ 2	\$ 90,542
DEDUCTIONS:				
Quarterly Contribution Reports	\$ 14,280	\$	\$	\$ 14,280
Unemployment Claims	43,816			43,816
Scholarships Awarded		43,000	3,000	46,000
Miscellaneous	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deductions	\$ 58,096	\$ 43,000	\$ 3,000	\$ 104,096
Change in Net Assets	\$ (1,780)	\$ (8,776)	\$ (2,998)	\$ (13,554)
Net Assets - Beginning of Fiscal Year	\$ 398,967	\$ 52,122	\$ 6,289	\$ 457,378
Net Assets - End of Fiscal Year	\$ 397,187	\$ 43,346	\$ 3,291	\$ 443,824

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 COUNTY OF MONMOUTH
 STUDENT ACTIVITY AGENCY FUND
 STATEMENT OF ACTIVITY
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

<u>Schools</u>	<u>Balance July 1, 2014</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2015</u>
Monmouth Regional High School	\$ 101,764	\$ 347,460	\$ 357,476	\$ 91,748
Monmouth Regional Athletic	<u>100</u>	<u>56,528</u>	<u>56,252</u>	<u>376</u>
Total	<u>\$ 101,864</u>	<u>\$ 403,988</u>	<u>\$ 413,728</u>	<u>\$ 92,124</u>

Exhibit H-4

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>Balance July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2015</u>
ASSETS:				
Cash and cash equivalents	\$ <u>21,903</u>	\$ <u>14,217,848</u>	\$ <u>14,219,483</u>	\$ <u>20,268</u>
Total Assets	\$ <u>21,903</u>	\$ <u>14,217,848</u>	\$ <u>14,219,483</u>	\$ <u>20,268</u>
LIABILITIES:				
Net Payroll	\$	\$	\$	\$ -
Payroll deductions and withholdings	<u>21,903</u>	<u>14,217,848</u>	<u>14,219,483</u>	<u>20,268</u>
Total Liabilities	\$ <u>21,903</u>	\$ <u>14,217,848</u>	\$ <u>14,219,483</u>	\$ <u>20,268</u>

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, mortgages payable, term loans and obligations under capital leases.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF SERIAL BONDS AND LOANS
June 30, 2015

Issue	Date of Issue	Amount of Issue	Annual Maturities of Bonds and Loans Outstanding June 30, 2015		Interest Rate	Balance July 1, 2014	Issued	Retired	Balance June 30, 2015
			Date	Amount					
Construction of Storage Area in Women's Locker Room, Renovations to the Science Classrooms and Removal of Asbestos	5/7/2013	6,149,000	2/1/2016	530,000	1.250%	<u>\$ 5,614,000</u>		<u>\$ 525,000.00</u>	<u>\$ 5,089,000</u>
			2/1/2017	535,000	1.250%				
			2/1/2018	545,000	1.250%				
			2/1/2019	550,000	1.250%				
			2/1/2020	560,000	1.500%				
			2/1/2021	570,000	1.500%				
			2/1/2022	585,000	1.625%				
			2/1/2023	600,000	1.750%				
			2/1/2024	<u>614,000</u>	2.000%				
				<u>5,089,000</u>					

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
June 30, 2015**

Series	Amount of Original Issue	Amount Outstanding July 1, 2014	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2015
2010 Xerox Color Cube 9203	\$ 56,776	\$ 11,356	\$	\$ 11,356	\$ -
2011 Exterior Bleacher Replacement	571,000	117,408		117,408	-
2011 (1) 24 Passenger Bus	9,605	9,233		9,233	-
2011 (2) 54 Passenger Buses	72,948	15,070		15,070	-
2011 Fire Alarm Replacement	422,500	169,000		84,500	84,500
2012 (1) 24 Passenger Buses	45,806	18,589		9,152	9,437
2014 (2) 24 Passenger Buses	102,942	82,354		20,588	61,766
2014 (1) 54 Passenger Buses	88,402	70,722		17,680	53,042
2015 (2) 54 Passenger Buses	169,800	-	169,800	33,182	136,618
2015 (2) Xerox Color Cube #5845/5855 and Printer #560/570	49,444	-	49,444	8,755	40,689
		<u>\$ 493,732</u>	<u>\$ 219,244</u>	<u>\$ 326,924</u>	<u>\$ 386,052</u>

**Monmouth Regional High School District
 Budgetary Comparison Schedule
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2015**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 586,305	\$ -	\$ 586,305	\$ 586,305	\$ -
State Sources:					
Debt Service Aid Type II		-			-
Total Revenues	586,305	-	586,305	586,305	-
EXPENDITURES:					
Regular Debt Service:					
Interest	81,305	-	81,305	81,396	91
Redemption of Principal	530,000	-	530,000	525,000	(5,000)
Total Regular Debt Service	611,305	-	611,305	606,396	(4,909)
Total expenditures	611,305	-	611,305	606,396	(4,909)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(25,000)	-	(25,000)	(20,091)	4,909
Other Financing Sources:					
Operating Transfers In:				-	
Interest Earned in Capital Projects Fund		-			-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(25,000)	-	(25,000)	(20,091)	4,909
Fund Balance, July 1	25,041		25,041	25,041	-
Fund Balance, June 30	\$ 41	\$ -	\$ 41	\$ 4,950	\$ 4,909

STATISTICAL SECTION

INTRODUCTION TO THE STATISTICAL SECTION

**Monmouth Regional High School District
Introduction to the Statistical Section**

<u>Contents</u>	<u>Page</u>
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.	113-119
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	120-131
Debt Capacity These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	132-139
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.	140-145
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.	146-150

FINANCIAL TRENDS

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Net Assets 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
Governmental activities										
Invested in capital assets, net of related debt	\$ 2,436,515	\$ 2,711,255	\$ 4,247,559	\$ 5,738,558	\$ 7,006,797	\$ 7,372,902	\$ 8,205,752	\$ 3,941,555	\$ 7,702,337	\$ 11,244,590
Restricted (Deficit)	4,200,619	4,485,916	4,402,357	3,699,687	3,316,940	3,144,099	3,023,343	2,786,900	2,726,160	2,297,505
Unrestricted (Deficit)	(585,091)	(273,621)	(575,884)	701,706	(521,493)	(482,071)	(613,657)	4,960,658	2,402,925	537,145
Total governmental activities net assets	\$ 6,052,043	\$ 6,923,550	\$ 8,074,032	\$ 10,139,951	\$ 9,802,244	\$ 10,034,930	\$ 10,615,438	\$ 11,689,113	\$ 12,831,422	\$ 14,079,240
Business-type activities										
Invested in capital assets, net of related debt	\$ -	\$ -	\$ -	\$ 53,829	\$ 25,629	\$ -	\$ 15,399	\$ 11,633	\$ 8,762	\$ 6,803
Restricted	115,020	132,990	119,206	70,636	57,240	8,229	39,205	11,803	(10,291)	35,622
Total business-type activities net assets	\$ 115,020	\$ 132,990	\$ 119,206	\$ 124,465	\$ 82,869	\$ 8,229	\$ 54,604	\$ 23,436	\$ (1,529)	\$ 42,425
District-wide										
Invested in capital assets, net of related debt	\$ 2,436,515	\$ 2,711,255	\$ 4,247,559	\$ 5,792,387	\$ 7,032,426	\$ 7,372,902	\$ 8,221,151	\$ 3,953,188	\$ 7,711,099	\$ 11,251,393
Restricted (Deficit)	4,200,619	4,485,916	4,402,357	3,699,687	3,316,940	3,144,099	3,023,343	2,786,900	2,726,160	2,297,505
Unrestricted (Deficit)	(470,071)	(140,631)	(456,678)	772,342	(464,253)	(473,842)	(574,452)	4,972,461	2,392,634	572,767
Total district net assets	\$ 6,167,063	\$ 7,056,540	\$ 8,193,238	\$ 10,264,416	\$ 9,885,113	\$ 10,043,159	\$ 10,670,042	\$ 11,712,549	\$ 12,829,893	\$ 14,121,665

Source: School District Financial Reports

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/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	\$ 8,437,052	\$ 8,828,801	\$ 9,018,054	\$ 7,891,521	\$ 8,886,364	\$ 9,778,300	\$ 10,855,283	\$ 10,812,598	\$ 10,843,366	\$ 10,976,494
Special education	2,212,270	2,459,015	2,839,990	2,382,409	2,602,184	1,078,948	1,845	112,959	113,134	146,016
Other special education										
Vocational										
Other instruction	1,599,308	1,699,314	1,605,600	1,451,076	1,252,234	1,134,670	1,167,555	1,117,939	1,106,788	1,093,598
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Tuition	1,996,831	1,780,109	2,089,522	2,536,225	1,853,446	1,975,121	2,219,924	2,054,512	2,290,172	2,642,631
Student & instruction related services	4,031,389	4,096,725	3,804,254	3,309,675	3,763,176	3,796,916	3,988,781	4,009,452	3,848,610	3,997,791
School Administrative services	905,227	800,748	867,239	667,634	762,861	619,207	586,201	673,661	653,067	651,056
General administration	751,521	606,823	637,000	775,836	635,481	680,202	698,061	741,609	555,702	608,080
Central Services	495,210	493,650	510,349	492,370	510,222	536,480	547,328	501,154	587,441	606,497
Plant operations and maintenance	2,137,660	2,216,572	2,297,511	2,771,938	2,988,185	2,905,412	2,903,575	2,961,107	3,193,935	3,587,780
Administrative information technology	511	13,169	143,126	45,913	41,590	-	-	13,450	28,325	58,705
Pupil transportation	2,045,766	2,239,301	2,054,328	2,555,325	2,419,733	2,612,956	2,497,307	2,263,902	2,394,560	2,621,475
Other support services				17,246	5,274	-	-	4,843	37,939	2,940
Unallocated Benefits										
Compensated absences							2,114	10,431	(157)	332,500
Interest on long-term debt	176,512	223,135	139,228	120,810	98,431	70,408	41,138	38,762	68,965	79,189
Capital Outlay										
Transfer to Food Service	-	-	-	-	-	-	75,000			50,000
Total governmental activities expenses	24,789,257	25,457,362	26,006,201	25,017,978	25,819,181	25,188,620	25,584,112	25,316,379	25,721,847	27,454,752
Business-type activities:										
Food service	345,209	333,798	345,887	399,379	381,442	423,216	381,858	370,620	380,503	389,710
Enrichment Program										
Total business-type activities expense	345,209	333,798	345,887	399,379	381,442	423,216	381,858	370,620	380,503	389,710
Total district expenses	\$ 25,134,466	\$ 25,791,160	\$ 26,352,088	\$ 25,417,357	\$ 26,200,623	\$ 25,611,836	\$ 25,965,970	\$ 25,686,999	\$ 26,102,350	\$ 27,844,462
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ 55,167	\$ 37,048	\$ 20,677	\$ 7,750	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,731
Special Education										
Plant Operations and Maintenance									\$ 82,657	\$ 80,996
Pupil transportation	478,101	389,575	422,620	375,466	412,098	573,701	312,210	-	489,385	485,396
Central and other support services										
Operating grants and contributions	1,988,494	2,774,646	2,722,329	1,796,188	2,011,128	1,828,699	2,055,595	2,354,283	2,114,633	2,464,650
Capital grants and contributions						406,050				
Total governmental activities program revenues	2,521,762	3,201,269	3,165,826	2,179,404	2,423,226	2,808,450	2,367,805	2,354,283	2,696,675	3,052,773
Business-type activities:										
Charges for services:										
Food service	\$ 282,096	\$ 267,171	\$ 249,130	\$ 279,815	\$ 265,442	\$ 264,569	\$ 225,898	\$ 216,435	\$ 223,989	\$ 252,819
Enrichment Program										
Operating grants and contributions	68,469	73,676	77,398	70,994	74,404	84,007	202,335	123,017	137,440	182,058
Capital grants and contributions										
Total business type activities program revenues	350,565	340,847	326,528	350,809	339,846	348,576	428,233	339,452	361,429	434,877
Total district program revenues	\$ 2,872,327	\$ 3,542,116	\$ 3,492,154	\$ 2,530,213	\$ 2,763,072	\$ 3,157,026	\$ 2,796,038	\$ 2,693,735	\$ 3,048,104	\$ 3,487,650

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/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
Net (Expense)/Revenue										
Governmental activities	\$ (22,267,495)	\$ (22,256,093)	\$ (22,840,575)	\$ (22,838,574)	\$ (23,395,955)	\$ (22,380,170)	\$ (23,216,307)	\$ (22,962,096)	\$ (23,035,172)	\$ (24,401,979)
Business-type activities	5,356	7,049	(19,359)	(48,570)	(41,596)	(74,640)	46,375	(31,168)	(19,074)	45,167
Total district-wide net expense	\$ (22,262,139)	\$ (22,249,044)	\$ (22,859,934)	\$ (22,887,144)	\$ (23,437,551)	\$ (22,454,810)	\$ (23,169,932)	\$ (22,993,264)	\$ (23,054,246)	\$ (24,356,812)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 17,335,926	\$ 17,719,047	\$ 18,427,809	\$ 18,974,921	\$ 18,756,384	\$ 18,706,384	\$ 18,756,384	\$ 19,131,512	\$ 19,514,143	\$ 19,904,424
Taxes levied for debt service	590,396	595,259	595,126	592,271	588,946	597,316	593,908	575,736	620,103	586,305
Unrestricted grants and contributions	4,556,128	4,395,192	4,539,297	4,957,551	3,870,983	3,520,434	4,103,150	3,628,905	3,543,886	3,611,190
Cancellation of Prior Year Accounts Payable										
Payments in lieu of taxes										
Tuition Received				-	-					
Transportation fees				-	-			379,530		
Investment earnings	205,383	302,010	198,297	45,555	11,612	5,999	3,271		9,756	4,150
Miscellaneous income	85,794	116,092	230,528	290,049	47,320	83,831	109,147	127,087	43,621	112,417
Rental income				44,145				50,493		
Transfers										
Other Adjustments					(216,996)	(301,108)	221,106	152,357	440,081	1,430,098
Total governmental activities	22,773,627	23,127,600	23,991,057	24,904,492	23,058,249	22,612,856	23,786,966	24,045,620	24,171,590	25,648,584
Business-type activities:										
Investment earnings				-	-	-	-	-	-	-
Miscellaneous Income	10,346	10,921	5,575							
Transfers				53,829						
Total business-type activities	10,346	10,921	5,575	53,829	-	-	-	-	-	-
Total district-wide	\$ 22,783,973	\$ 23,138,521	\$ 23,996,632	\$ 24,958,321	\$ 23,058,249	\$ 22,612,856	\$ 23,786,966	\$ 24,045,620	\$ 24,171,590	\$ 25,648,584
Change in Net Assets										
Governmental activities	\$ 506,132	\$ 871,507	\$ 1,150,482	\$ 2,065,918	\$ (337,706)	\$ 232,686	\$ 570,659	\$ 1,083,524	\$ 1,136,418	\$ 1,246,605
Business-type activities	15,702	17,970	(13,784)	5,259	(41,596)	(74,640)	46,375	(31,168)	(19,074)	45,167
Total district	\$ 521,834	\$ 889,477	\$ 1,136,698	\$ 2,071,177	\$ (379,302)	\$ 158,046	\$ 617,034	\$ 1,052,356	\$ 1,117,344	\$ 1,291,772

Source: School District Financial Reports

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2007	2008	2009	2010	2011	2012	2013	2014	2014	2015
General Fund										
Reserved	\$ 4,487,253	\$ 4,403,697	\$ 4,984,989	\$ 3,792,599	\$ 3,562,534	\$ 3,211,805	\$ 2,583,862	\$ 2,649,178	\$ 2,649,178	\$ 2,292,555
Committed									195,063	113,406
Assigned							320,822	247,004	51,941	
Unreserved	801,284	485,798	705,239	224,358	294,735	328,887	445,335	359,136	359,136	391,708
Total general fund	\$ 5,288,537	\$ 4,889,495	\$ 5,690,228	\$ 4,016,957	\$ 3,857,269	\$ 3,540,692	\$ 3,350,019	\$ 3,255,318	\$ 3,255,318	\$ 2,797,669
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue fund	(1,338)	(1,341)								
Capital projects fund						44,000	2,918,125	1,873,597	1,873,597	1,211,776
Debt service fund	1	1	1	1				25,041	25,041	4,950
Permanent fund										
Total all other governmental funds	\$ (1,337)	\$ (1,340)	\$ 1	\$ 1	\$ -	\$ 44,000	\$ 2,918,125	\$ 1,898,638	\$ 1,898,638	\$ 1,216,726

Source: School District Financial Reports

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Local Tax Levy	\$ 20,490,729	\$ 20,134,246	\$ 19,707,248	\$ 19,350,292	\$ 19,303,700	\$ 19,345,330	\$ 19,567,192	\$ 19,022,935	\$ 18,314,306	\$ 17,926,322
Tuition Charges	21,733	-	2,851	-	-	-	7,750	20,677	37,048	55,167
Transportation Fees	485,396	489,385	379,530	312,210	573,701	412,098	375,466	422,620	389,575	478,101
Interest Earnings	4,150	9,756	522	3,271	5,999	11,612	45,555	198,297	302,010	205,383
Other Local Revenue	196,048	129,018	102,174	112,885	85,861	47,337	133,674	113,679	74,091	76,374
State sources	5,652,376	5,277,886	5,704,136	5,567,467	5,124,477	5,284,015	5,799,162	6,869,606	6,595,937	5,856,655
Federal sources	420,829	377,893	276,282	587,540	628,676	594,686	951,577	392,020	573,901	688,215
Total revenue	27,271,261	26,418,184	26,172,743	25,933,665	25,722,414	25,695,078	26,880,376	27,039,834	26,286,868	25,286,217
Expenditures										
Instruction:										
Regular	7,455,430	7,455,464	7,140,592	7,338,526	7,183,977	6,090,298	6,121,694	6,184,721	5,967,499	5,782,102
Special	146,016	113,134	112,959	1,845	335,636	1,850,895	1,828,942	1,874,966	1,604,167	1,474,077
Other	977,220	930,517	929,610	987,563	967,425	202,792	198,487	197,587	195,256	189,539
School-Sponsored/Other Instructional						874,968	915,484	934,895	990,747	950,944
Total Instruction	8,578,666	8,499,115	8,183,161	8,327,934	8,487,038	9,018,953	9,064,607	9,192,169	8,757,669	8,396,662
Undistributed:										
Tuition	2,642,631	2,290,172	2,054,512	2,219,924	1,975,121	1,853,446	1,947,024	2,089,522	1,780,109	1,996,831
Student and Instruction Related Services	2,701,887	2,736,800	2,821,404	2,740,846	2,617,668	2,649,563	2,546,043	2,600,993	2,792,728	2,770,981
Instruction										
Support Services-Students										
Support Services-Instructional Staff										
General Administration	450,627	412,074	434,702	432,923	431,942	524,115	595,598	508,151	473,816	496,017
School Administration	582,598	587,782	603,909	519,537	534,036	555,712	512,533	579,343	529,388	604,860
Central Services	300,767	279,409	295,435	325,307	322,683	330,851	343,945	353,314	337,919	350,117
Admin. Information Technology	41,009	10,629	13,450	10,500	141	-	8,113	94,137	8,490	511
Operations and Maintenance	2,191,923	1,981,769	1,881,056	1,905,524	1,979,036	2,090,108	1,914,793	1,904,253	1,843,619	1,788,291
Student Transportation	1,886,671	1,739,951	1,564,343	1,823,411	2,002,631	1,839,768	1,897,772	1,834,211	2,026,759	1,841,490
Business and Other Support Services:	6,710,908	6,380,343								
Employee Benefits			6,917,963	6,628,364	6,282,531	6,165,162	5,587,100	6,430,518	6,019,291	5,213,712
Other						231,674	-	-	-	-
Food Services	50,000			75,000						
On-behalf TPAF Pension Contributions										
Reimbursed TPAF Social Security Contributions										
Total Undistributed	17,559,021	16,418,929	16,586,774	16,681,336	16,145,789	16,240,399	15,352,921	16,394,442	15,812,119	15,062,810
Capital Outlay:										
Equipment	2,711,777	3,712,040	2,666,173	589,140	1,702,587	1,505,885	1,344,752	1,302,305	760,316	528,167
Facilities Acquisition and Construction Services										
Lease Purchase Agreements										
Assets Acquired Under Capital Leases										
Total Capital Outlay	2,711,777	3,712,040	2,666,173	589,140	1,702,587	1,505,885	1,344,752	1,302,305	760,316	528,167
Special Schools										
Total General Fund Expenditures	28,849,464	28,630,084	27,436,108	25,598,410	26,335,414	26,765,237	25,762,280	26,888,916	25,330,104	23,987,639
Special Revenue:										
Federal										
State										
Other										
Total Special Revenue Expenditures	-	-	-	-	-	-	-	-	-	-
Debt Service Expenditures:										
Principal	525,000	535,000	610,000	600,000	575,000	550,000	535,000	520,000	505,000	485,000
Interest and Other Charges	81,396	60,062	23,638	53,638	82,388	109,889	128,613	146,812	161,963	176,512
Total Debt Service Expenditures	606,396	595,062	633,638	653,638	657,388	659,889	663,613	666,812	666,963	661,512
Total Governmental Fund Expenditures	\$ 29,455,860	\$ 29,225,146	\$ 28,069,746	\$ 26,252,048	\$ 26,992,802	\$ 27,425,126	\$ 26,425,893	\$ 27,555,728	\$ 25,997,067	\$ 24,649,151

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Excess (Deficiency) of revenues over (under) expenditures	(2,184,599)	(2,806,962)	(1,897,003)	(318,383)	(1,270,388)	(1,730,048)	454,483	(515,894)	289,801	637,066
Other Financing sources (uses)										
Proceeds from borrowing			6,149,000					-	-	-
Capital leases (non-budgeted)	219,244	191,344		45,806	1,110,770	56,776	347,587	116,849	42,001	9,420
Proceeds from refunding								-	-	-
Payments to escrow agent								-	-	-
Adjustment							3	-	-	-
Transfers in	804,735	578,457	1,800,551	311,000	32,700	872,187		-	-	-
Transfers out	(804,735)	(578,457)	(754,248)	(311,000)	(32,700)	(872,187)		-	-	-
Total other financing sources (uses)	219,244	191,344	7,195,303	45,806	1,110,770	56,776	347,590	116,849	42,001	9,420
Net change in fund balances	\$ (1,965,355)	\$ (2,615,618)	\$ 5,298,300	\$ (272,577)	\$ (159,618)	\$ (1,673,272)	\$ 802,073	\$ (399,045)	\$ 331,802	\$ 646,486
Debt service as a percentage of noncapital expenditures	2.27%	2.33%	2.49%	2.55%	2.60%	2.55%	2.65%	2.54%	2.64%	2.74%

Source: District records

Notes: Noncapital expenditures are total expenditures less capital outlay.

Exhibit J-5

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING**

<u>Fiscal Year Ended June 30,</u>	<u>Rentals</u>	<u>Prior Year Refunds</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2006	50,644	8,454	17,276	76,374
2007	36,065	1,572	36,454	74,091
2008	39,344	4,351	69,984	113,679
2009	44,145	845	88,684	133,674
2010	-	-	44,132	44,132
2011	63,095	-	20,736	83,831
2012	77,151	-	31,996	109,147
2013	50,493	-	52,111	102,604
2014	82,657	-	43,621	126,278
2015	80,996	-	112,417	193,413

Source: District Records

REVENUE CAPACITY

Exhibit J-6

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

EATONTOWN BOROUGH

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2006	2,634,312,382	2,130,183,972	123.67%
2007	2,490,880,992	2,368,717,720	105.16%
2008	2,456,688,843	2,419,254,321	101.55%
2009	2,424,185,216	2,678,894,372	90.49%
2010	2,129,764,241	2,492,512,157	85.45%
2011	2,117,215,544	2,399,031,557	88.25%
2012	2,086,000,009	2,143,001,928	97.34%
2013	2,030,878,034	2,074,516,960	97.90%
2014	2,030,878,034	2,074,516,960	97.90%
2015	2,091,909,634	2,074,996,330	100.82%

Source: Municipal Tax Assessor

Exhibit J-6a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

TINTON FALLS BOROUGH

Year Ended June 30,	Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2006	1,260,895,153	2,542,770,410	49.59%
2007	1,280,603,288	2,929,583,421	43.71%
2008	* 2,922,487,599	3,226,755,881	90.57%
2009	3,005,914,119	3,277,610,613	91.71%
2010	2,998,843,219	3,020,708,135	99.28%
2011	2,872,610,220	2,900,904,098	99.02%
2012	2,758,659,379	2,783,151,109	99.12%
2013	2,754,925,800	2,911,474,837	94.62%
2014	2,704,177,400	3,017,718,335	89.61%
2015	2,924,903,485	2,924,903,485	100.00%

Source: Municipal Tax Assessor

Note: * Revaluation

Exhibit J-6b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

SHREWSBURY TOWNSHIP

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2006	27,285,461	63,041,570	43.28%
2007	27,278,537	75,269,951	36.24%
2008	72,717,014	79,684,044	91.26%
2009	72,725,738	79,268,812	91.75%
2010	72,762,912	79,127,998	91.96%
2011	72,730,213	69,465,075	104.70%
2012	56,855,613	58,762,313	96.76%
2013	56,847,388	53,374,413	106.51%
2014	56,847,388	53,374,413	106.51%
2015	50,307,343	45,963,767	109.45%

Source: Municipal Tax Collector

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

EATONTOWN BOROUGH

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Eatontown Borough	Monmouth County	
2006	0.298	0.010	0.308	0.482	0.414	0.237	1.441
2007	0.323	0.010	0.333	0.569	0.472	0.241	1.615
2008	0.337	0.011	0.348	0.573	0.513	0.244	1.678
2009	N/A	N/A	0.371	0.589	0.541	0.282	1.783
2010	N/A	N/A	0.411	0.676	0.655	0.318	2.060
2011	N/A	N/A	0.406	0.681	0.681	0.317	2.085
2012	N/A	N/A	0.391	0.697	0.706	0.302	2.096
2013	N/A	N/A	0.429	0.724	0.761	0.311	2.225
2014	N/A	N/A	0.429	0.724	0.761	0.311	2.225
2015	N/A	N/A	0.406	0.721	0.789	0.307	2.223

Source: Municipal Tax Assessor

Note: N/A Not Available

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

TINTON FALLS BOROUGH

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Regional Elementary School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Tinton Falls Borough	Monmouth County	
2006	0.771	0.026	0.797	1.411	0.785	0.597	3.590
2007	0.798	0.026	0.824	1.447	0.785	0.627	3.683
2008	0.357	0.012	0.369	0.644	0.383	0.283	1.679
2009	0.326	0.010	0.336	0.623	0.410	0.277	1.646
2010	0.333	0.011	0.344	0.648	0.415	0.285	1.692
2011	0.355	0.011	0.366	0.703	0.439	0.300	1.808
2012	0.397	0.012	0.409	0.739	0.464	0.305	1.917
2013	0.397	0.012	0.409	0.763	0.477	0.311	1.960
2014	0.422	0.012	0.434	0.804	0.517	0.342	2.097
2015	0.403	0.012	0.415	0.768	0.504	0.320	2.007

Source: Municipal Tax Assessor

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

SHREWSBURY TOWNSHIP

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Regional Elementary School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General	Total Direct School Tax Rate		Shrewsbury Township	Monmouth County	
		Obligation Debt Service					
2006	0.549	0.019	0.568	1.927	1.915	0.685	5.095
2007	0.692	0.023	0.715	1.933	2.143	0.744	5.535
2008	0.312	0.010	0.322	0.715	0.859	0.280	2.176
2009	0.314	0.010	0.324	0.670	0.926	0.291	2.211
2010	0.305	0.010	0.315	0.663	1.019	0.281	2.278
2011	0.306	0.010	0.316	0.637	1.042	0.269	2.264
2012	0.459	0.010	0.469	0.790	1.327	0.278	2.864
2013	0.417	0.010	0.427	0.776	1.429	0.332	2.964
2014	0.441	0.010	0.451	0.695	1.462	0.306	2.914
2015	0.563	0.010	0.573	0.681	1.169	0.324	2.747

Source: Municipal Tax Collector

Exhibit J-8

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2014**

EATONTOWN BOROUGH

<u>Taxpayer</u>	<u>Assessed Valuation 2014</u>	<u>As a % of District's Net Assessed Valuation</u>
Eatontown Monmouth Mall LLC	\$ 167,955,000	8.03%
Eatonbrook Cooperative Corp.	24,484,100	1.17%
East Coast Eatoncrest Apts.	24,696,400	1.18%
VM Kushner LLC	23,812,600	1.14%
Macy's East Federated Dept. Stores	22,944,000	1.10%
Country Club Associates Apts.	21,993,700	1.05%
Stony Hill Apartments Associates LP	21,007,300	1.00%
Laurel Gardens Co-op Inc	20,832,700	1.00%
JC Penney	18,400,000	0.88%
Eatontown 36 LLC	18,000,000	0.86%
Total	<u>364,125,800</u>	<u>17.41%</u>
	\$	

Source: Municipal Tax Assessor

Exhibit J-8a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2014**

TINTON FALLS BOROUGH

<u>Taxpayer</u>	<u>Assessed Valuation 2014</u>	<u>As a % of District's Net Assessed Valuation</u>
Tinton Falls Campus	\$ 159,490,400	5.45%
CPG Tinton Falls Urban Renewal, LLC	142,895,800	4.89%
Avalon Bay Communities, Inc.	29,430,000	1.01%
XPD LLC	15,367,100	0.53%
Stavola Realty Company	14,685,800	0.50%
Hovsons, Inc.	13,550,000	0.46%
Tinton Pines Construction	13,434,500	0.46%
Reidhass, LP	11,950,000	0.41%
Sudler Monmouth	11,873,100	0.41%
New Plan Realty Trust	11,727,000	0.40%
Total	\$ <u>424,403,700</u>	<u>14.51%</u>

Source: Municipal Tax Collector

Exhibit J-8b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2014**

SHREWSBURY TOWNSHIP		
<u>Taxpayer</u>	<u>Assessed Valuation 2014</u>	<u>As a % of District's Net Assessed Valuation</u>
Alfred Vail Mutual	\$ 21,187,000	0.421151242
Coolidge Shrewsbury, LLC	11,054,700	0.219743269
Bell Atlantic Tax Dept	403,243	0.008015589
Individual Taxpayer #1	330,100	0.006561666
Individual Taxpayer #2	179,700	0.003572043
Individual Taxpayer #3	179,700	0.003572043
Individual Taxpayer #4	179,700	0.003572043
Individual Taxpayer #5	179,700	0.003572043
Individual Taxpayer #6	179,700	0.003572043
Individual Taxpayer #7	179,700	0.003572043
	<hr/>	<hr/>
Total	\$ <u>34,053,243</u>	<u>67.69%</u>

Source: Municipal Tax Collector

Exhibit J-9

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

EATONTOWN BOROUGH

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2006	7,853,616	7,853,616	100.00%
2007	8,116,150	7,461,787	91.94%
2008	8,279,581	8,279,581	100.00%
2009	8,548,914	8,548,914	100.00%
2010	8,998,299	8,998,299	100.00%
2011	8,763,612	8,763,612	100.00%
2012	8,596,029	8,596,123	100.00%
2013	8,149,972	8,149,972	100.00%
2014	8,703,268	8,703,268	100.00%
2015	8,478,206	8,478,206	100.00%

Source: Municipal Tax Collector

Exhibit J-9a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

TINTON FALLS BOROUGH

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2006	9,874,967	9,874,967	100.00%
2007	10,043,313	10,043,313	100.00%
2008	10,548,416	10,548,416	100.00%
2009	10,783,960	10,783,960	100.00%
2010	10,111,439	10,111,439	100.00%
2011	10,311,136	10,311,136	100.00%
2012	10,519,982	10,519,982	100.00%
2013	11,290,471	11,290,471	100.00%
2014	11,188,541	11,188,541	100.00%
2015	11,755,887	11,755,887	100.00%

Source: Municipal Tax Collector

Exhibit J-9b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

SHREWSBURY TOWNSHIP

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2006	197,740	197,740	100.00%
2007	154,842	154,842	100.00%
2008	194,938	194,938	100.00%
2009	234,318	234,318	100.00%
2010	235,592	235,591	100.00%
2011	228,958	228,958	100.00%
2012	234,181	234,181	100.00%
2013	266,805	266,805	100.00%
2014	242,436	242,436	100.00%
2015	256,637	256,637	100.00%

Source: Municipal Tax Collector

DEBT CAPACITY

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years**

EATONTOWN BOROUGH

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable			
2006	1,706,399	40,865	586,997	2,334,261	0.34%	166
2007	1,494,312	39,068	473,818	2,007,198	0.30%	143
2008	1,212,575	62,615	448,561	1,723,751	0.24%	122
2009	1,036,357	169,144	448,561	1,654,062	0.23%	124
2010	830,276	157,597	552,207	1,540,080	0.20%	110
2011	549,340	541,860	532,493	1,623,693	0.23%	127
2012	270,986	403,063	521,982	1,196,031	0.17%	94
2013	2,657,979	258,073	512,419	3,428,471	0.47%	276
2014	2,322,838	204,286	490,419	3,017,543	0.40%	243
2015	2,067,732	140,326	616,695	2,824,753	0.40%	230

Source: School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years**

TINTON FALLS BOROUGH

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable			
2006	2,145,755	51,386	738,134	2,935,275	0.39%	172
2007	1,848,228	48,320	586,038	2,482,586	0.35%	145
2008	1,617,532	83,526	598,364	2,299,422	0.30%	120
2009	1,267,977	206,947	675,015	2,149,939	0.20%	109
2010	932,986	177,093	620,518	1,730,597	0.15%	98
2011	646,381	637,581	626,559	1,910,521	0.22%	127
2012	331,632	493,270	638,804	1,463,706	0.14%	82
2013	3,416,981	331,767	658,744	4,407,492	0.13%	76
2014	3,220,849	283,263	680,016	4,184,128	0.11%	68
2015	2,951,090	200,275	880,154	4,031,519	0.10%	64

Source: School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years**

SHREWSBURY TOWNSHIP

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable			
2006	42,846	1,026	14,739	58,611	0.110%	54
2007	47,460	1,241	15,049	63,750	0.120%	59
2008	39,893	2,060	14,757	56,710	0.100%	53
2009	30,666	5,005	16,325	51,996	0.090%	49
2010	21,738	4,127	14,458	40,323	0.060%	37
2011	14,278	14,084	12,840	41,202	0.080%	43
2012	7,382	10,980	14,232	32,594	0.050%	29
2013	74,040	7,189	14,273	95,502	0.003%	2
2014	70,313	6,184	14,845	91,342	0.002%	1
2015	70,178	4,763	20,930	95,871	0.002%	2

Source: School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

EATONTOWN BOROUGH

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2006	14,175	2,634,312,382	1,706,399	0.06%	120
2007	14,095	2,490,880,992	1,494,312	0.06%	105
2008	14,195	2,456,688,843	1,212,575	0.05%	86
2009	14,195	2,424,185,216	1,036,357	0.04%	73
2010	14,110	2,129,764,241	830,276	0.04%	59
2011	12,709	2,118,288,287	549,340	0.03%	43
2012	12,722	2,117,215,544	270,986	0.01%	21
2013	12,431	2,030,878,034	3,428,471	0.17%	276
2014	12,262	2,024,014,157	3,017,543	0.15%	246
2015	12,257	2,091,909,634	2,824,753	0.14%	230

Source: Data regarding school district population was given by school district officials.

Note: Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

TINTON FALLS BOROUGH

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2006	19,958	1,260,895,153	2,145,755	0.17%	125
2007	19,139	1,280,603,288	1,848,228	0.14%	108
2008	19,703	2,922,487,599	1,617,532	0.06%	84
2009	19,703	3,005,914,119	1,267,977	0.04%	64
2010	17,641	2,998,843,219	932,986	0.03%	53
2011	17,892	2,872,610,220	646,381	0.02%	36
2012	17,911	2,759,659,379	331,632	0.01%	19
2013	17,869	2,754,925,800	4,407,492	0.16%	247
2014	17,976	2,704,177,400	3,220,849	0.12%	179
2015	17,898	2,924,903,485	4,031,519	0.14%	225

Source: Data regarding school district population was given by school district officials.

Note: Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

SHREWSBURY TOWNSHIP

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2006	1,085	27,285,461	42,846	0.16%	39
2007	1,075	27,278,537	47,460	0.17%	44
2008	1,068	72,717,014	39,893	0.05%	37
2009	1,068	72,725,378	30,666	0.04%	29
2010	1,098	72,762,912	21,738	0.03%	20
2011	1,141	72,730,213	14,278	0.02%	13
2012	1,141	56,855,613	7,322	0.01%	6
2013	1,125	56,847,388	95,502	0.17%	85
2014	1,124	56,883,783	70,313	0.12%	63
2015	1,119	50,307,343	95,871	0.19%	86

Source: Data regarding school district population was given by school district officials.

Note: Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

Exhibit J-12

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
FOR FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED

Net Direct Debt of School District as of June 30, 2015		\$	5,089,000
Net Overlapping Debt of School District:			
Eatontown Borough (100%)	\$	1,693,605	
Tinton Falls Borough (100%)		4,031,519	
Shrewsbury Township (100%)		128,120	
County of Monmouth - Township's share (4.63%)		<u>17,150,380</u>	
			<u>23,003,624</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2015		\$	<u><u>28,092,624</u></u>

Source: Assessed value data to estimate applicable percentages provided by the
Monmouth County Board of Taxation.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2015

	Year	Total	Eatontown Borough	Tinton Falls Borough	Shrewsbury Township
	2015	5,063,945,150	1,991,058,869	3,020,907,107	51,979,174
	2014	5,163,432,104	2,061,482,510	3,047,441,818	54,507,776
	2013	5,032,111,962	2,118,266,991	2,852,964,644	60,880,327
	Total	<u>15,259,489,216</u>	<u>6,170,808,370</u>	<u>8,921,313,569</u>	<u>167,367,277</u>
Average Equalized Valuation of Taxable Property		5,086,496,405	2,056,936,123	2,973,771,190	55,789,092
Debt Limit (3% of Average Equalization Value)		<u>152,594,892 *</u>			
Legal Debt Margin		<u>152,594,892</u>			

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Limit	\$ 102,841,642	\$ 128,387,769	\$ 151,144,521	\$ 171,350,391	\$ 174,930,800	\$ 172,491,645	\$ 169,856,556	\$ 159,697,754	\$ 152,594,892	\$ 152,594,892
Total Net Debt Applicable to Limit	<u>3,895,000</u>	<u>3,390,000</u>	<u>2,870,000</u>	<u>2,335,000</u>	<u>1,785,000</u>	<u>1,210,000</u>	<u>610,000</u>	<u>7,931,466</u>	<u>7,293,012</u>	<u>6,952,143</u>
Legal Debt Margin	<u>98,946,642</u>	<u>124,997,769</u>	<u>148,274,521</u>	<u>169,015,391</u>	<u>173,145,800</u>	<u>171,281,645</u>	<u>169,246,556</u>	<u>151,766,288</u>	<u>145,301,880</u>	<u>145,642,749</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	3.79%	2.64%	1.90%	1.36%	1.02%	0.70%	0.36%	4.97%	4.78%	4.56%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of the Treasury, Division of Taxation.

Note: * Limit set by NJSA 18A:24-19 for a 9 through 12 district; other percent limits would be applicable for other district types.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Exhibit J-14

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

EATONTOWN BOROUGH

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2005	4.00%	48,072	14,255
2006	4.00%	52,499	14,175
2007	3.70%	55,826	14,095
2008	4.70%	57,353	14,195
2009	4.40%	54,771	14,195
2010	7.90%	54,771	14,110
2011	8.00%	56,955	12,722
2012	8.30%	58,355	12,431
2013	8.60%	61,426	12,262
2014	6.10%	62,901	12,257

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

Exhibit J-14a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

TINTON FALLS BOROUGH

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2005	4.00%	48,072	19,012
2006	4.10%	52,499	18,958
2007	3.70%	55,826	19,139
2008	4.80%	57,353	19,703
2009	4.10%	54,771	19,703
2010	8.10%	54,771	17,641
2011	8.10%	56,955	17,911
2012	8.50%	58,355	17,869
2013	8.60%	61,426	17,976
2014	5.90%	62,901	17,898

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

Exhibit J-14b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

SHREWSBURY TOWNSHIP

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2005	7.20%	48,072	1,094
2006	7.20%	52,499	1,085
2007	6.60%	55,826	1,075
2008	8.40%	57,353	1,068
2009	8.40%	54,771	1,068
2010	13.70%	54,771	1,098
2011	13.80%	56,955	1,141
2012	14.30%	58,355	1,125
2013	8.00%	61,426	1,124
2014	6.60%	62,901	1,119

Source: Monmouth County Planning Board, Demographic and Economic Status Report
www.co.monmouth.nj.us/documents
 Per Capita Income www.lwd.dol.state.nj.us/labor

Exhibit J-15

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

EATONTOWN BOROUGH

<u>Employer</u>	<u>2015</u>		
	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Joe's Crab Shack	245	N/A	N/A
CDW Corporation	200		
Lord and Taylor	200		
Lowe's	197		
MITRE Corporation	187		
Sheraton Eatontown	150		
Sprint Communications	140		
Osteotech Inc.	125		
Comcast of Monmouth County	125		
West Ward Pharmaceutical	120		
	<u>1,689</u>		<u>0.00%</u>

Note: N/A = Not Available

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

TINTON FALLS BOROUGH

2015			
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A	N/A	N/A	N/A
	-		0.00%

Note: N/A = Not Available

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

SHREWSBURY TOWNSHIP

<u>2015</u>			
<u>Employer</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Shrewsbury Township	11	N/A	N/A
	<u>11</u>		<u>0.00%</u>

Note: N/A = Not Available

Note: * Since updated information was not available at the time of the Audit, prior year information was reported.

OPERATING INFORMATION

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program,
For the Year Ended June 30, 2014**

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instruction										
Regular	90	89	89.2	99.5	85.9	84.9	94.7	95	92.85	92.4
Special education	26	27	26.2	9.5	17.6	16.6	6.4	5	4	4
Other special education										
Vocational										
Other instruction							3.2			
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	25	22	15	15.6	23.6	21.8	20.8	30.26	30.26	32.76
General administration	2	2	2	2	2	2	2	3	3	3
School administrative services	10	9	9.2	7.6	7.7	7.7	7.7	8.5	8.5	8.5
Other administrative services	1	2	2.2	2.2	2.2	2.2	2.2	4.4	4.4	4.4
Central services	22	22	24.5	32	18	14	14.8	12.2	12.2	12.2
Administrative Information Technology	3	3.5	3.5	4	4	4	4	3	3	4
Plant operations and maintenance	21	22	15	15	21	21	22	21	21	20
Pupil transportation	21	17	16	15	18	18	16	17	18	18
Other support services					2	2	1	1	1	1
Special Schools										
Food Service										
Child Care										
Total	<u>221</u>	<u>216</u>	<u>202.8</u>	<u>202.4</u>	<u>202.0</u>	<u>194.2</u>	<u>194.8</u>	<u>200.4</u>	<u>198.2</u>	<u>200.3</u>

Source: District Personnel Records

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 Operating Statistics,
 Last ten fiscal years

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2006	1,222	23,459,472	\$ 19,198	3.69%	115	-	-	10.6	1,197.6	1,173.6	-0.74%	98.00%
2007	1,170	24,569,788	\$ 21,000	9.38%	116	-	-	10.1	1,170.4	1,115.4	-2.27%	95.30%
2008	1,173	25,586,611	\$ 21,813	3.88%	141.6	-	-	8.3	1,173.2	1,117.0	0.24%	95.21%
2009	1,123	24,417,528	\$ 21,743	-0.32%	109	-	-	9.1	1,123.6	1,069.2	-4.22%	95.16%
2010	1,123	25,259,352	\$ 22,493	-0.42%	110	-	-	8.9	1,086.5	1,029.7	-3.30%	94.77%
2011	1,054	24,632,827	\$ 23,371	-0.32%	107	-	-	9.9	1,017.6	963.4	-6.34%	94.67%
2012	1,015	25,009,270	\$ 24,640	5.43%	103	-	-	8.9	979.9	930.0	3.80%	95.00%
2013	1,031	24,769,935	\$ 24,025	-2.49%	120	-	-	8.6	991.1	932.8	1.14%	94.12%
2014	977	24,918,044	\$ 25,505	6.16%	118	-	-	8.3	940.1	880.1	-5.15%	93.61%
2015	978	24,854,517	\$ 25,414	-0.36%	119	-	-	8.2	947.9	888.0	0.83%	93.68%

Source: District records

Note: Enrollment based on annual October district count.

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
 School Building Information
 Last Ten Fiscal Years
 District Building**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
High School										
Monmouth Regional High School (1959)										
Square Feet	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441
Capacity (students)	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241
Enrollment	1,190	1,170	1,173	1,123	1,123	1,054	1,016	1,031	977	978

Number of Schools at June 30, 2015
 Senior High School 1

Source: District Facilities Office
 October 15, Enrollment data

Exhibit J-19

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
General Fund
Schedule Of Required Maintenance For School Facilities
Last ten fiscal years

**UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES**

	*School Facilities	Monmouth Regional High School
2006		528,572
2007		661,992
2008		725,519
2009		682,255
2010		725,519
2011		767,548
2012		768,727
2013		670,660
2014		650,033
2015		822,242
Total School Facilities		<u>\$ 7,003,067</u>

Note: *School Facilities as Defined Under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2015
UNAUDITED**

<u>Type of Policy</u>	<u>Coverage</u>	<u>Deductible</u>
School Package Policy-Utica National Insurance Company		
Commerial Property	\$ 48,477,635	\$ 1,000
General Liability	1,000,000/3,000,000	-
Automobile	1,000,000	1,000
School Leaders Errors and Omissions Policy - NJSBAIG	5,000,000	20,000
Commerical Umbrella Liability - Utica National Insurance Company	10,000,000	10,000
Workers' Compensation - MOCSSIF/NJSBAIG Fund	2,000,000	-
Public Officials Faithful Performance Bonds - Selective Insurance		
Business Administrator	300,000	-
Treasurer of School Monies	300,000	-

Source: District records.

SINGLE AUDIT SECTION

Certified Public Accountants

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K-1

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

The Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, 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 and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monmouth Regional High School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Monmouth Regional High School District's basic financial statements, and have issued our report thereon dated November 30, 2015.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 Monmouth Regional High School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

This report is intended for the information of the management of the Monmouth Regional High School District Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

November 30, 2015

Certified Public Accountants
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K-2

**Report on Compliance For Each Major Federal Program; Report on Internal Control
Over Compliance; and Report on the Schedule of Expenditures of Federal Awards
Required by OMB Circular A-133 and the New Jersey Circular 04-04-OMB**

The Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, New Jersey

Report on Compliance for Each Major Federal Program

We have audited the Board of Education of the Monmouth Regional High School District, in the County of Monmouth, compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2015. The Monmouth Regional High School District 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 Monmouth Regional High School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with

auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards and OMB Circular A-133 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 program occurred. An audit includes examining, on a test basis, evidence about Monmouth Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Other Matters

The results of our auditing procedures did not disclose instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133, in the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our opinion on each major federal and state program is not modified with respect to these matters.

Report on Internal Control Over Compliance

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

Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid 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 Monmouth Regional High School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and the Schedule of Expenditures of State Financial Assistance Required by OMB Circular A-133 and State Financial Assistance

We have audited the financial statements of Monmouth Regional High School District as of and for the year ended June 30, 2015, and have issued our report thereon dated November 30, 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 schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid 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 and the schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the financial statements.

This report is intended solely for the information of the management of the Monmouth Regional High School Board of Education, the New Jersey State Department of Education (cognizant audit agency), other state and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

November 30, 2015

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Federal Grantor/ Pass-through Grantor Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2014			Carryover Amount/ Walkover	Prior Year Accounts Payable/ Receivable/ Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at 06/30/2015		
					Deferred Revenue	Accounts Receivable	Due to Grantor							Deferred Revenue	(Accounts Receivable)	Due to Grantor
U.S. Department of Defense Passed-through State Department of Education: General Fund: Impact Aid P.L. 103-382	84.041	N/A	07/01/14-06/30/15	617					617	(617)						
Total U.S. Department of Education - General Fund					0	0	0	0	617	(617)	0	0	0	0	0	0
U.S. Department of Agriculture Passed-through State Department of Education: Enterprise Fund: Food Distribution Program	10.550	N/A	07/01/14-06/30/15	18,503					18,503	(18,503)						
National School Lunch Program	10.555	N/A	07/01/14-06/30/15	104,271					99,209	(104,271)					(5,062)	
National School Lunch Program	10.555	N/A	07/01/13-06/30/14	100,693		(4,385)			4,385							
National School Breakfast Program	10.553	N/A	07/01/14-06/30/15	25,059					23,149	(25,059)					(1,910)	
National School Breakfast Program	10.553	N/A	07/01/13-06/30/14	16,622		(1,391)			1,391							
Total U.S. Department of Agriculture					0	(5,776)	0	0	146,637	(147,833)	0	0	0		(6,972)	0
U.S. Department of Education Passed-through State Department of Education: Special Revenue Fund:																
NCLB Title I	84.010A	NCLB327015	09/01/14-08/31/15	100,372					96,056	(81,057)					14,999	
NCLB Title I	84.010A	NCLB327014	09/01/13-08/31/14	125,941	27				18,921	(18,921)	(27)					
NCLB Title I	84.010A	NCLB327013	09/01/12-08/31/13	109,435	26,750				26,750							
NCLB Title I	84.010A	NCLB327012	09/01/11-08/31/12	109,307		(6,104)			6,104							
NCLB Title II - Part A	84.367A	NCLB327015	09/01/14-08/31/15	41,926					41,926	(24,728)					17,198	
NCLB Title II - Part A	84.367A	NCLB327014	09/01/13-08/31/14	29,570					10,017	(10,017)						
NCLB Title II - Part A	84.367A	NCLB327012	09/01/11-08/31/12	64,002		(7,082)			7,082							
I.D.E.A. Part B	84.027	NCLB327015	09/01/14-08/31/15	284,986					257,599	(276,942)					(19,343)	
I.D.E.A. Part B	84.027	NCLB327014	09/01/13-08/31/14	238,658	18,454				18,454	(8,547)						
I.D.E.A. Part B	84.027	NCLB327013	09/01/12-08/31/13	271,177		(19,543)			19,543							
Total U.S. Dept. of Ed. - Special Revenue Fund					45,231	(32,729)	0	0	77,933	(420,212)	(27)	0	32,197	(19,343)	0	
Total Federal Financial Assistance					\$ 45,231	\$ (38,505)	\$ 0	0	77,933	\$ 580,320	\$ (568,662)	\$ (27)	\$ 0	\$ 32,197	(26,315)	\$ 0

See accompanying notes to schedules of financial assistance.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2014		Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	Balance at June 30, 2015			Memo	
				Deferred Revenue (Accounts Receivable)	Due to Grantor						GAAP Budgetary Deferred Revenue	GAAP Budgetary (Accounts Receivable)	Due to Grantor	Budgetary Receivables	Cumulative Total Expenditures
State Department of Education															
General Fund:															
Transportation Aid	15-495-034-5120-015	7/1/14-6/30/15	\$ 583,284	\$	\$	\$	\$ 527,745	\$ (583,284)	\$	\$	\$	\$	\$	\$ 55,539	\$ 583,284
Transportation Aid	14-495-034-5120-014	7/1/13-6/30/14	583,284	(59,424)			49,424								583,284
Special Education Aid	15-495-034-5120-089	7/1/14-6/30/15	643,368				581,729	(643,368)						61,639	643,368
Special Education Aid	14-495-034-5120-089	7/1/13-6/30/14	643,368	(65,543)			65,543								643,368
Equalization Aid	15-495-034-5120-078	7/1/14-6/30/15	299,370				270,477	(299,370)						28,893	299,370
Equalization Aid	14-495-034-5120-078	7/1/13-6/30/14	299,370	(30,494)			30,494								299,370
Adjustment Aid	15-495-034-5120-085	7/1/14-6/30/15	1,703,247				1,539,840	(1,703,247)						163,407	1,703,247
Adjustment Aid	14-495-034-5120-085	7/1/13-6/30/14	1,703,247	(173,479)			173,479								1,703,247
Security Aid	15-495-034-5120-084	7/1/14-6/30/15	108,037				97,764	(108,037)						10,273	108,037
Security Aid	14-495-034-5120-084	7/1/13-6/30/14	108,037	(11,015)			11,015								108,037
Extraordinary Special Education Costs Aid	15-100-034-5120-473	7/1/14-6/30/15	205,289					(205,289)				(205,289)		205,289	205,289
Extraordinary Special Education Costs Aid	14-100-034-5120-473	7/1/13-6/30/14	202,918	(200,822)			202,918	(2,096)							202,918
Nonpublic Transportation Costs	15-100-034-5120-068	7/1/14-6/30/15	27,944					(27,944)						27,944	27,944
Nonpublic Transportation Costs	14-100-034-5120-068	7/1/13-6/30/14	34,225	(34,225)								(27,944)			34,225
Per Pupil Growth Aid	15-495-034-5120-097	7/1/14-6/30/15	9,510				8,868	(9,510)						642	9,510
PARCC Readiness Aid	15-495-034-5120-098	7/1/14-6/30/15	9,510				8,868	(9,510)						642	9,510
On Behalf of TPAF Pension Contributions	15-495-034-5095-006	7/1/14-6/30/15	489,814				489,814	(489,814)							489,814
On Behalf of TPAF Postretirement Medical Contributions	15-495-034-5095-001	7/1/14-6/30/15	777,580				777,580	(777,580)							777,580
Reimbursed TPAF Social Security Contributions	15-495-034-5095-002	7/1/14-6/30/15	683,466				649,606	(683,466)				(33,860)		33,860	683,466
Reimbursed TPAF Social Security Contributions	14-495-034-5095-002	7/1/13-6/30/14	685,921	(33,367)			(33,367)								685,921
Total General Fund				\$ (608,369)	\$ 0	\$ 0	\$ 5,451,797	\$ (5,542,515)	\$ 0	\$ 0	\$ 0	\$ (267,093)	\$ 0	\$ 588,128	\$ 9,800,789
Special Revenue Fund:															
N.J. Nonpublic Aid:															
Handicapped Services:															
Supplemental Instruction	15-100-034-5120-066	7/1/14-6/30/15	8,318				8,318	(8,318)							(8,318)
Examination and Classification	15-100-034-5120-066	7/1/14-6/30/15	26,295				22,763	(26,295)				(3,532)		3,532	26,295
Examination and Classification	14-100-034-5120-066	7/1/13-6/30/14	23,570		4,456					(4,456)					(19,114)
Corrective Speech	14-100-034-5120-066	7/1/13-6/30/14	781		781					(781)					0
Auxiliary Services:															
Technology	15-100-034-5120-373	7/1/14-6/30/15	9,696				9,696	(9,537)					159		9,537
Technology	14-100-034-5120-373	7/1/13-6/30/14	5,400		51					(51)					5,349
Textbook Aid	15-100-034-5120-064	7/1/14-6/30/15	18,053				18,053	(18,053)							18,053
Nursing Services	15-100-034-5120-070	7/1/14-6/30/15	28,740				28,740	(28,740)							28,740
Nursing Services	14-100-034-5120-070	7/1/13-6/30/14	20,844		6,781					(6,781)					14,063
Total Special Revenue Fund				\$ 0	\$ 12,069	\$ 0	\$ 87,570	\$ (90,943)	\$ 0	\$ (12,069)	\$ 0	\$ (3,532)	\$ 159	\$ 3,532	\$ 74,605
Enterprise Fund:															
National School Lunch Program (State)	15-100-034-5120-123	7/1/14-6/30/15	2,708				2,576	(2,708)							(132)
National School Lunch Program (State)	14-100-034-5120-123	7/1/13-6/30/14	2,654	(115)			115								(132)
Total Enterprise Fund				\$ (115)	\$ 0	\$ 0	\$ 2,691	\$ (2,708)	\$ 0	\$ 0	\$ 0	\$ (132)	\$ 0	\$ (132)	\$ 2,654
Total State Financial Assistance				\$ (608,484)	\$ 12,069	\$ 0	\$ 5,542,058	\$ (5,636,166)	\$ 0	\$ (12,069)	\$ 0	\$ (270,757)	\$ 159	\$ 591,528	\$ 9,878,048

See accompanying notes to schedules of financial assistance.

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MONMOUTH REGIONAL HIGH 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, Monmouth Regional High School District. The Board of Education is defined in Note 1(A) to the Board's general purpose 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 modified accrual basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 to the Board's general purpose financial statements.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. 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 for the General Fund is \$18,918 and for the Special Revenue Fund is \$0. Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 617	\$ 5,561,433	\$ 5,562,050
Special Revenue Fund	420,212	96,943	517,155
Capital Projects			-
Debt Service			-
Food Service	147,833	2,708	150,541
	<u>147,833</u>	<u>2,708</u>	<u>150,541</u>
Total Financial Assistance	<u>\$ 568,662</u>	<u>\$ 5,661,084</u>	<u>\$ 6,229,746</u>

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MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2015

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

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2015. TPAF Social Security Contributions 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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified, dated
November 30, 2015

Internal control over financial reporting:

1. Material weakness(es) identified? _____ yes no
2. Significant Deficiencies identified that are not
considered to be material weaknesses? _____ yes none reported

Noncompliance material to general-purpose financial
statements noted? _____ yes no

Federal Awards and State Financial Assistance

Internal control over major programs:

1. Material weakness(es) identified? _____ yes no
2. Significant Deficiencies identified that are not
considered to be material weaknesses? _____ yes none reported

Type of auditor's report issued on compliance for major programs: Unmodified, dated
November 30, 2015

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

Any audit findings disclosed that are required to be reported
in accordance with NJOMB Circular Letter 04-04? _____ yes no

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Section I - Summary of Auditor's Results (Continued)

Federal Awards and State Financial Assistance (Continued)

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

\$300,000

Auditee qualified as low-risk auditee?

yes no

Identification of major programs:

Name of Federal/State Program or Cluster

Federal Awards:

CFDA Number

84.027

I.D.E.A. - Part B

State Financial Assistance:

State Grant Number

15-495-034-5095-002

Reimbursed TPAF Social Security Contributions

15-495-034-5120-014

Transportation Aid (State Aid - Public Cluster)

15-495-034-5120-078

Equalization Aid (State Aid - Public Cluster)

15-495-034-5120-084

Security Aid (State Aid - Public Cluster)

15-495-034-5120-085

Adjustment Aid (State Aid - Public Cluster)

15-495-034-5120-089

Special Education Aid (State Aid - Public Cluster)

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF UNION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Section II - Schedule of Financial Statement Findings

No federal or state award findings or questioned costs were noted that are required to be reported in accordance with OMB Circular A-133 or NJ OMB 98-07.

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Sheet 4**

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**Section III - Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs**

No federal or state award findings or questioned costs were noted that are required to be reported in accordance with OMB Circular A-133 or NJ OMB 98-07.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Follow-up on Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations.

The District had no prior year audit findings.