

SCHOOL DISTRICT
OF
BOROUGH OF WOODBINE

Borough of Woodbine Board of Education
Woodbine, New Jersey

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

Comprehensive Annual Financial Report

of the

Borough of Woodbine Board of Education

Woodbine, New Jersey

For the Fiscal Year Ended June 30, 2015

Prepared by

Borough of Woodbine Board of Education

Finance Department

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	1-4
Organizational Chart	5
Roster of Officials	6
Consultants and Advisors	7
FINANCIAL SECTION	
Independent Auditor's Report	8-10
Required Supplementary Information - Part I	
Management's Discussion and Analysis	11-16
Basic Financial Statements	
A District-wide Financial Statements:	
A-1 Statement of Net Assets	17
A-2 Statement of Activities	18
B Fund Financial Statement	
Governmental Funds:	
B-1 Balance Sheet	19
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	20
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Proprietary Funds:	
B-4 Statement of Net Assets	22
B-5 Statement of Revenues, Expenses, and Changes in Net Assets	23
B-6 Statement of Cash Flows	24
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Assets	25
B-8 Statement of Changes in Fiduciary Net Assets	26
Notes to the Financial Statements	27-49

TABLE OF CONTENTS (continued)

	Page
Required Supplemental Information - Part II	
C	Budgetary Comparison Schedules
	C-1 Budgetary Comparison Schedule - General Fund 50-58
	C-1a Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget to Actual N/A
	C-1b Education Jobs Fund Program - Budget to Actual N/A
	C-2 Budgetary Comparison Schedule - Special Revenue Fund 59-60
Notes to the Required Supplementary Information	
	C-4 Budget-to-GAAP Reconciliation 61
Required Supplementary Information - Part III	
RSI	RSI-3a Schedule of the District's Proportionate Share of the Net Pension Liability (PERS) 62
	RSI-3b Schedule of District Contributions (PERS) 63
	RSI-3c Schedule of the District's Proportionate Share of the Net Pension Liability (TPAF) 64
	RSI-3d Schedule of District Contributions (TPAF) 65
Other Supplementary Information	
D	School Level Schedules:
	D-1 Combining Balance Sheet N/A
	D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual N/A
	D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual N/A
E	Special Revenue Fund:
	E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis 66-68
	E-2 Preschool Education Aid Schedule of Expenditures - Budgetary Basis 69
F	Capital Projects Fund:
	F-1 Summary Schedule of Project Expenditures 70
	F-2 Summary Schedule of Revenues and Expenditures 71
	F-2a- Schedules of Project Revenues, Expenditures, Project Balance, and F-2e Project Status - Budgetary Basis 72-76
G	Proprietary Funds
	Enterprise Fund:
	G-1 Combining Statement of Net Assets 77
	G-2 Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets 78
	G-3 Combining Statement of Cash Flows 79

TABLE OF CONTENTS (continued)

		Page
	Internal Service Fund:	
	G-4 Combining Statement of Net Assets	N/A
	G-5 Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets	N/A
	G-6 Combining Statement of Cash Flows	N/A
H	Fiduciary Funds:	
	H-1 Combining Statement of Fiduciary Net Assets	80
	H-2 Student Activity Agency Fund Statement of Changes in Assets and Liabilities	81
	H-3 Statement of Revenues, Expenditures and Changes in Fund Balances - Expendable Trust Fund	82
	H-4 Payroll Agency Fund Statement of Changes in Assets and Liabilities	83
I	Long-Term Debt:	
	I-1 Schedule of Serial Bonds	84
	I-2 Schedule of Obligations under Capital Leases	N/A
	I-3 Debt Service Fund Budgetary Comparison Schedule	85

STATISTICAL SECTION (Unaudited)

Introduction to the Statistical Section

Financial Trends

J-1	Net Assets by Component	86
J-2	Changes in Net Assets	87-88
J-3	Fund Balances - Governmental Funds	89
J-4	Changes in Fund Balances - Governmental Funds	90
J-5	General Fund Other Local Revenue by Source	91

Revenue Capacity

J-6	Assessed Value and Estimated Actual Value of Taxable Property	92
J-7	Direct and Overlapping Property Tax Rates	93
J-8	Principal Property Taxpayers	94
J-9	Property Tax Levies and Collections	95

Debt Capacity

J-10	Ratios of Outstanding Debt by Type	96
J-11	Ratios of General Bonded Debt Outstanding	97
J-12	Direct and Overlapping Governmental Activities Debt	98
J-13	Legal Debt Margin Information	99

Demographic and Economic Information

J-14	Demographic and Economic Statistics	100
J-15	Principal Employers	101

TABLE OF CONTENTS (continued)

STATISTICAL SECTION (Unaudited) (Continued)	Page
Operating Information	
J-16 Full-time Equivalent District Employees by Function/Program	102
J-17 Operating Statistics	103
J-18 School Building Information	104
J-19 Schedule of Required Maintenance Expenditures by School Facility	105
J-20 Insurance Schedule	106
SINGLE AUDIT SECTION	
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	107-108
Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and New Jersey OMB Circular Letter 04-04	109-110
K-1 Schedule of Expenditures of Federal Awards, Schedule A	111
K-2 Schedule of Expenditures of State Financial Assistance, Schedule B	112
Notes to the Schedules of Awards and Financial Assistance	113-115
Schedule of Findings and Question Costs	
Part I - Summary of Auditor's Results	116-117
Part 2 - Schedule of Financial Statement Findings	118
Part 3 - Schedule of Federal & State Award Findings and Questioned Costs	119
Summary Schedule of Prior Audit Findings	120

Introductory Section

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

WOODBINE BOARD OF EDUCATION

801 Webster Street
Woodbine, New Jersey 08270

December 10, 2015

Honorable President and
Members of the Board of Education
Borough of Woodbine School District
County of Cape May

Dear Board Members:

The Comprehensive Annual Financial Report of the Borough of Woodbine School District for the fiscal year ending June 30, 2015, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of the principal officials. The financial section includes the basic financial statements and schedules, management's discussion and analysis, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* and the New Jersey OMB Circular Letter 04-04, *Single Audit Policy Recipients of Federal Grants, State Grants and State Aid Payments*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of the report.

1. **REPORTING ENTITY AND ITS SERVICES:** The Borough of Woodbine School District is an independent reporting entity within the criteria set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards. All funds of the District are included in this report. The Borough of Woodbine Board of Education and its school constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 8. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2014-2015 fiscal year with an enrollment of 206 students, which is 6 students below the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

<u>Year</u>	<u>Enrollment</u>		<u>Change from Prior Year</u>
2014-15	206	*	-2.83%
2013-14	212	*	-3.64%
2012-13	220	*	4.20%
2011-12	211	*	-2.76%
2010-11	217	*	-4.41%
2009-10	227	*	6.57%
2008-09	213		14.52%
2007-08	186		-11.85%
2006-07	211		-0.94%
2005-06	213		-9.36%

*Actual Enrollment as of June 30.

2. ECONOMIC CONDITION AND OUTLOOK: The Borough of Woodbine continued to experience slow economic development during the past year. The district's status as a district in severe need is primarily due to a higher than average number of low-income families, a higher than average transient student population and a decrease in ratables.

The economic outlook for the Borough of Woodbine remains status quo. The Stockton College expansion of the Azeez Museum was completed and the Borough is continuing work on the pipeline project throughout the Borough.

3. MAJOR INITIATIVES: The education of our children remains the top priority for the District. During the past year, the district continued to make changes in all curriculum areas in response to the implementation of the New Jersey Common Core Standards and the new teacher and principal evaluation tools.

During the past year, the district was in the third year of the choice school program. The district currently has 4 students from other districts.

Also, during the 2014-2015 school-year, the district continued the Free Breakfast Program where nutritious breakfasts are offered to all students before classes each day.

4. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

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

8. **DEBT ADMINISTRATION:** At June 30, 2015, the District’s outstanding debt issues included \$2,927,000 of school bonds.

9. **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements”, Note 2. The District has adopted a cash management plan which requires it to deposit public funds in Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

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

11. **OTHER INFORMATION:** Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Accounting firm of Ford, Scott & Associates was selected by the Board’s Finance Committee. In addition to meeting the requirements set forth in the state statutes, the audit is designed to meet the requirements of the Single Audit Act of 1996 and the related OMB Circular A-133 and New Jersey OMB Circular Letter 04-04. The auditor’s report on the basic financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.

12. **ACKNOWLEDGEMENTS:** We would like to express our appreciation to the members of the Borough of Woodbine Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated service of our staff.

Respectfully submitted:

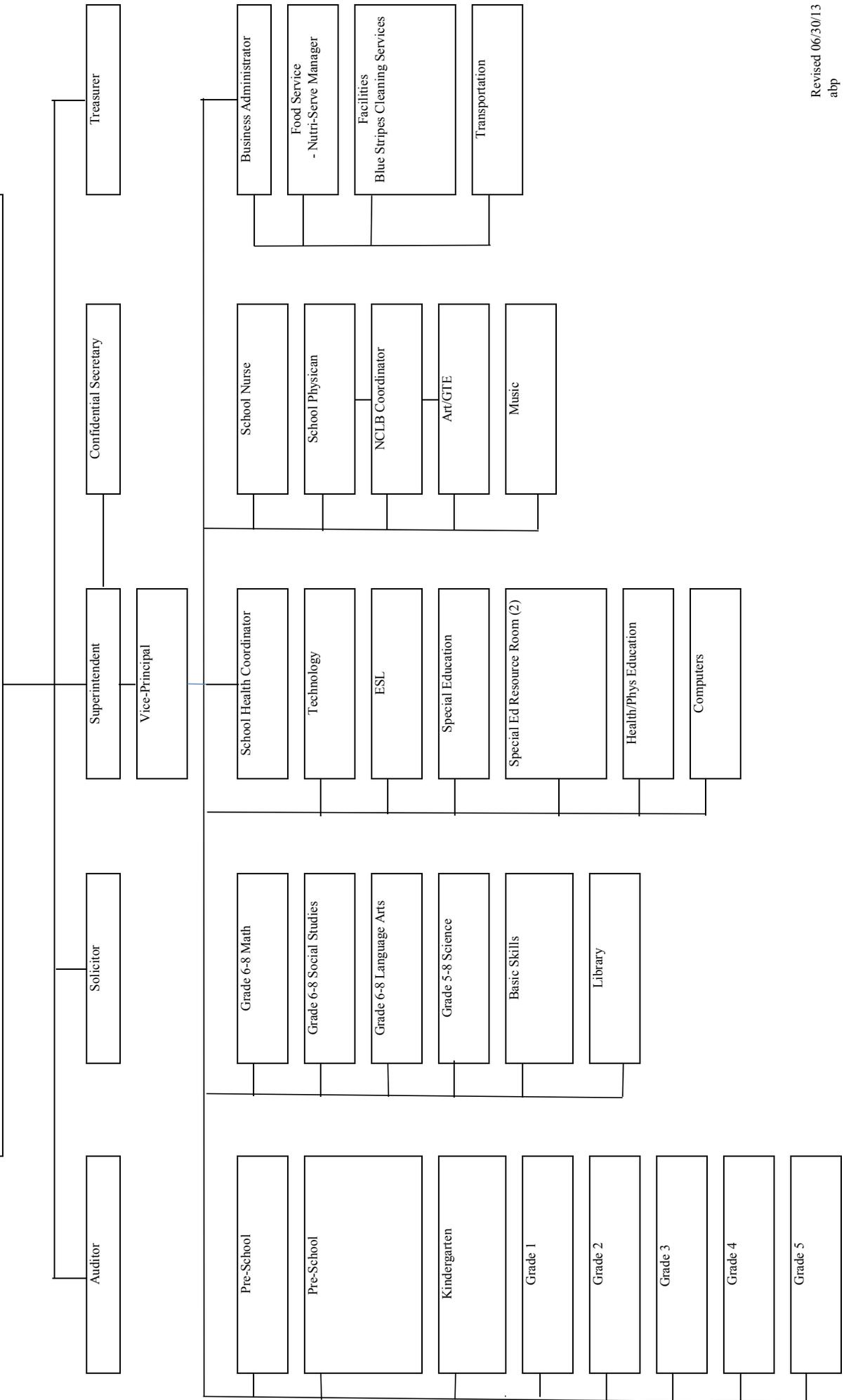
Dennis Anderson

Dennis Anderson
Interim Superintendent

Darren Harris

Darren Harris
Board Secretary/
Business Administrator

Woodbine Board of Education



BOROUGH OF WOODBINE BOARD OF EDUCATION

WOODBINE, NEW JERSEY

ROSTER OF OFFICIALS
June 30, 2015

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Melissa Rodriguez, President	2016
Lisa Feliciano-Toney, Vice President	2015
Rochelle Andress-Beachaump	2015
Adelina Feliciano	2016
Janita Hutchinson	2017
Victoria London	2017
Gerald Murray	2015
Miriam Vives-Rivera	2017
Heather Watkins-Jones	2016
<u>Other Officials</u>	
Lynda Anderson-Townes, Superintendent/Principal (through 6/30/15)	
Dennis Anderson, Interim Superintendent (effective 7/1/15)	
Alan B. Parmelee, School Business Administrator (through 6/30/15)	
Darren Harris, School Business Administrator (effective 7/1/15)	
Frank Onorato, Treasurer of School Monies	
David A. Rapuano, Esq., Solicitor	

**BOROUGH OF WOODBINE BOARD OF EDUCATION
Consultants and Advisors**

Audit Firm

Ford Scott & Associates, LLC
1535 Haven Avenue
PO Box 538
Ocean City, NJ 08226
(609) 399-6333

Attorney

David A. Rapuano
Archer & Greiner, PC
One Centennial Square
Haddonfield, NJ 08033

Official Depository

Sturdy Savings Bank
506 S. Main Street
P.O. Box 900
Cape May Court House, New Jersey 08210

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Financial Section

{THIS PAGE IS INTENTIONALLY LEFT BLANK}



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • PO BOX 538 • OCEAN CITY, NJ • 08226-0538
PHONE 609.399.6333 • FAX 609.399.3710
www.ford-scott.com

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Borough of Woodbine School District
County of Cape May, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Borough of Woodbine, New Jersey, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Woodbine Board of Education, Woodbine, 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

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Woodbine Board of Education's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the schedule of state financial assistance as required by NJ OMB 04-04 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of and the schedule of state financial assistance as required by NJ OMB 04-04 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the schedule of state financial assistance as required by NJ OMB 04-04 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2015 on our consideration of the Borough of Woodbine 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 Borough of Woodbine Board of Education's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.

**FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS**

Michael S. Garcia

**Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080**

December 10, 2015

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Required Supplemental Information
Part I

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

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

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

Financial Highlights

Key financial highlights for 2015 are as follows:

- In total, net position increased \$75,858.70 which represents an increase of 5.06% percent from 2014.
- General revenues accounted for \$5,168,261.12 of total revenue or 79% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions and capital grants and contributions accounted for \$1,180,808.68 or 19% of total revenues of \$6,332,934.74.
- Total assets of governmental activities decreased by \$62,907, as capital assets decreased by \$272,325, cash increased by \$149,987, and receivables increased by \$13,479.
- The School District had \$6,450,099.42 in expenses; only \$1,357,697.00 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$5,152,126.06 were used to provide for these programs.
- Among governmental funds, the General Fund had \$4,875,718.35 in revenues and \$4,674,473.42 in expenditures. The General Fund's fund balance increased \$201,244.93 from 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 Borough of Woodbine School District as a financial whole; an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of Borough of Woodbine School District, the General Fund is by far the most significant fund.

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and ask the question, "How did we do financially during 2015?" The Statement of Net Position 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. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Position and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- Governmental Activities - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type 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 Latchkey and Food Service enterprise funds are reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

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

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.

Net position: The District's governmental activities net position increased \$76,144.46 between fiscal years 2014 and 2015. The business-type activities net assets decreased \$21,115.34 due to operating costs in excess of revenues. Net position as of July 1, 2014 has been restated as required by implementation of GASB 68.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Current and other assets	\$ 1,211,197	1,001,780	(12,574)	5,619	1,198,623	1,007,399
Capital assets	6,112,775	6,385,100	144,337	158,320	6,257,112	6,543,420
Total assets	7,323,972	7,386,879	131,763	163,940	7,455,735	7,550,819
Long-term liabilities	3,683,524	3,910,671			3,683,524	3,910,671
Other liabilities	2,196,450	2,129,185	384	11,445	2,196,834	2,140,630
Total liabilities	5,879,974	6,039,856	384	11,445	5,880,358	6,051,300
Net position						
Invested in Capital Assets	3,154,582	3,219,856	144,337	158,320	3,298,919	3,378,176
Restricted	(57,757)	(57,758)			(57,757)	(57,758)
Unrestricted	(1,652,827)	(1,815,075)	(12,958)	(5,825)	(1,665,785)	(1,820,900)
Total net position	\$ 1,443,998	1,347,023	131,379	152,495	1,575,377	1,499,518

Changes in net position. The total general fund revenue of the District increased approximately \$585,000 due to an increase in federal and state aid. The local tax levy is 24.79% of total revenues. The municipality levies this tax on properties located in the Borough and remits the collections on a monthly basis to the District.

Approximately 52.46% of the District's revenue comes from the State of New Jersey in the form of non-restricted state aid. This aid is based on the District's enrollment as well as other factors such as legislative funding of the SFRA formula. The District expenses are primarily related to instruction, administration, and plant operations.

	2015		2014	
	2015 Amount	Percentage	2014 Amount	Percentage
Property taxes	\$ 1,569,657	24.72%	\$ 1,521,514	26.14%
Unrestricted Federal and State aid	3,331,013	52.46%	3,245,259	55.75%
Restricted Federal and State aid	150,922	2.38%	148,867	2.56%
Miscellaneous	116,660	1.84%	78,470	1.35%
Operating grants and contributions	1,180,809	18.60%	827,356	14.21%
Totals	\$ 6,349,061	100.00%	\$ 5,821,466	100.00%

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

Governmental Activities

The following schedule summarizes the governmental and business-type activities of the District during the 2015 and 2014 fiscal years.

	Governmental Activities		Business-type Activities		Totals	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Revenues						
Program revenue						
Charges for services	\$ -	\$ -	36,791.56	38,174.40	36,791.56	38,174.40
Federal and state grants	1,179,783.18	827,356.37	141,122.26	147,671.24	1,320,905.44	975,027.61
General revenues						
Property taxes	1,569,657.00	1,521,514.00			1,569,657.00	1,521,514.00
State aid entitlements	3,481,935.11	3,394,125.97			3,481,935.11	3,394,125.97
Miscellaneous	116,659.89	77,448.21	9.12	4.77	116,669.01	77,452.98
Total revenues	6,348,035.18	5,820,444.55	177,922.94	185,850.41	6,525,958.12	6,006,294.96
Expenses						
Instruction:						
Regular	1,882,798.59	1,659,491.04			1,882,798.59	1,659,491.04
Special Education	444,434.28	335,662.45			444,434.28	335,662.45
Other Instruction	37,471.12	106,866.06			37,471.12	106,866.06
Support services:						
Instruction	1,412,239.69	1,696,008.57			1,412,239.69	1,696,008.57
Student & instruction related	812,428.45	751,002.60			812,428.45	751,002.60
School admin services	297,503.16	247,884.31			297,503.16	247,884.31
General admin services	511,717.56	363,117.54			511,717.56	363,117.54
Plant operations/maint	341,769.97	312,446.79			341,769.97	312,446.79
Pupil transportation	396,631.06	285,752.78			396,631.06	285,752.78
Unallocated interest expense	97,681.26	105,581.26			97,681.26	105,581.26
Capital outlay	16,386.00	22,984.81			16,386.00	
Business-type activities			199,038.28	194,170.11	199,038.28	194,170.11
Total expenses	6,251,061.14	5,886,798.21	199,038.28	194,170.11	6,450,099.42	6,057,983.51
Excess (Deficiency) before						
Extraordinary and Special items	96,974.04	(66,353.66)	(21,115.34)	(8,319.70)	75,858.70	(74,673.36)
Cancellation of prior payables				1,016.71		
Increase (decrease) in net position	96,974.04	(66,353.66)	(21,115.34)	(7,302.99)	75,858.70	(74,673.36)

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

Business-type Activities

Operating revenues of the District's business-type activities decreased by \$7,927 over the previous year and expenditures increased by \$4,686.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As of the year end, the governmental funds reported a combined fund balance of \$(905,114.67) which is \$189,047.32 higher than the beginning of the year. This is mainly a result of the district strictly limiting spending.

General Fund Budgetary Highlights

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

Capital Assets

At the end of the fiscal year 2015, the School District had \$6,256,272.49 invested in land, building and machinery and equipment. The following shows fiscal year 2015 balances compared to 2014.

Capital Assets (Net of Depreciation) at June 30

	2015	2014
Land and Land Improvements	\$ 1.00	1.00
Building and Building Improvements	6,081,324.39	6,173,355.64
Machinery and Equipment	174,947.10	201,035.78
Total	\$ 6,256,272.49	6,374,392.42

Overall capital assets decreased \$118,119.93 from fiscal year 2014 to fiscal year 2015. The decrease in capital assets is due depreciation in addition inventory adjustments during the current year. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2015, the School District had \$3,683,524.48 of outstanding debt. Of this amount, \$173,007.48 is for compensated absences, \$583,517 is for net pension liability, and \$2,927,000 is the serial bonds that were issued in 2010.

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

For the Future

The Borough of Woodbine School District is in good financial condition presently. The School District is proud of its community support of the public schools.

The District continues to provide quality education programs while continuing to stabilize the tax rate in Borough of Woodbine. In conclusion, the Borough of Woodbine 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. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Darren Harris, Business Administrator at Borough of Woodbine School District, 801 Webster Street, Borough of Woodbine, New Jersey 08270.

BASIC FINANCIAL STATEMENTS

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

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

DISTRICT-WIDE FINANCIAL STATEMENTS

The district-wide financial statements provide a financial overview of the district's operation. These financial statements present the financial position and operating results of the governmental and business-like funds as of June 30, 2015.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 207,590.28	8,878.60	216,468.88
Receivables, net	-	23,672.28	23,672.28
Internal balances	51,719.76	(51,719.76)	-
Due from Trust & Agency Funds	2,160.42		2,160.42
Due from other governments	905,684.73		905,684.73
Inventory		6,595.58	6,595.58
Capital assets, not depreciated	1.00		1.00
Capital assets, net	6,112,774.28	144,337.23	6,257,111.51
Total Assets	<u>7,279,930.47</u>	<u>131,763.93</u>	<u>7,411,694.40</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	44,042.00		44,042.00
Total Deferred Outflows of Resources	<u>44,042.00</u>	<u>-</u>	<u>44,042.00</u>
LIABILITIES			
Accounts payable	259,197.49	-	259,197.49
Other Current Liabilities		384.26	384.26
Accrued Interest Payable	31,193.75		31,193.75
Payable to state government	1,477,486.00		1,477,486.00
Loan Payable	303,928.00		303,928.00
Unearned revenue	31,658.37		31,658.37
Noncurrent liabilities:			
Due within one year	265,115.32		265,115.32
Due beyond one year	2,834,892.16		2,834,892.16
Net pension liability	583,517.00		583,517.00
Total liabilities	<u>5,786,988.09</u>	<u>384.26</u>	<u>5,787,372.35</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	92,987.00		92,987.00
Total Deferred Inflows of Resources	<u>92,987.00</u>	<u>-</u>	<u>92,987.00</u>
NET POSITION			
Invested in capital assets, net of related debt	3,154,581.53	144,337.23	3,298,918.76
Restricted	(57,757.04)	-	(57,757.04)
Unrestricted	(1,652,827.11)	(12,957.56)	(1,665,784.67)
Total net position	<u>\$ 1,443,997.38</u>	<u>131,379.67</u>	<u>1,575,377.05</u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Changes in Net Position
For the Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Indirect Expenses Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:								
Instruction:								
Regular	\$ 1,630,729.78	252,068.75	-	475,206.31	-	(1,407,592.21)	-	(1,407,592.21)
Special education	375,831.84	68,602.44		62,565.06		(381,869.22)		(381,869.22)
Other instruction	32,215.11	5,256.01		4,793.46		(32,677.66)		(32,677.66)
Support services:								
Tuition	1,129,552.79	282,686.90				(1,412,239.69)		(1,412,239.69)
Student & instruction related services	758,977.33	53,451.12		444,466.99		(367,961.45)		(367,961.45)
School administrative services	278,752.31	18,750.85		192,751.36		(104,751.80)		(104,751.80)
General and central administrative services	413,851.52	97,866.04				(511,717.56)		(511,717.56)
Plant operations and maintenance	280,662.66	61,107.31				(341,769.97)		(341,769.97)
Pupil transportation	319,265.17	77,365.96				(396,631.14)		(396,631.14)
Unallocated benefits	917,155.38	(917,155.38)				(0.00)		(0.00)
Unallocated interest expense	97,681.26	97,681.26				(97,681.26)		(97,681.26)
Unallocated capital outlay	16,386.00	16,386.00				(16,386.00)		(16,386.00)
Total governmental activities:	6,251,061.14	-	-	1,179,783.18	-	(5,071,277.96)	-	(5,071,277.96)
Business-type activities:								
Food Service	191,093.25		29,828.34	141,122.26		(20,142.65)		(20,142.65)
School Store	121.03		87.26	-		(33.77)		(33.77)
Child Care	7,824.00		6,875.96			(948.04)		(948.04)
Total business-type activities:	199,038.28		36,791.56	141,122.26		(21,124.46)		(21,124.46)
Total primary government	\$ 6,450,099.42		36,791.56	1,320,905.44		(5,071,277.96)		(5,092,402.42)
General revenues:								
Taxes:								
Property taxes, levied for general purposes, ne						1,444,527.00		1,444,527.00
Property taxes, levied for debt service						125,130.00		125,130.00
Federal and State aid not restricted						3,331,013.11		3,331,013.11
Federal and State aid - restricted for specific purpose						150,922.00		150,922.00
Other Local revenues								
Miscellaneous Income						116,659.89	9.12	116,669.01
Total general revenues, special items, extraordinary items and transfer						5,165,252.00	9.12	5,168,261.12
Change in Net Position						96,974.04	(21,115.34)	75,858.70
Net Position—beginning - as restated						1,347,023.34	152,495.01	1,499,518.35
Net Position—ending						1,443,997.38	131,379.67	1,575,377.05

FUND FINANCIAL STATEMENTS

The combining and individual fund and account group statements and schedules present more detailed information for the individual funds in a format that segregates information by fund type. The statements are segregated as follows:

Governmental Funds - This section consists of the general and special revenue funds.

Proprietary Funds - This section consists of the milk program and the internal service fund. These funds are operated in a manner similar to a private business enterprise.

Fiduciary Funds - This section consists of the unemployment compensation insurance trust fund, the student activity and payroll agency funds and the scholarship expendable trust fund.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE 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	131,628.43	21,801.78	54,157.96	2.11	207,590.28
Due from other funds	147,976.20	15,692.09			163,668.29
Receivables from other governments	13,043.77	23,113.96	869,527.00		905,684.73
Other Receivables	-				-
Total assets	<u>292,648.40</u>	<u>60,607.83</u>	<u>923,684.96</u>	<u>2.11</u>	<u>1,276,943.30</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	198,022.61	61,174.88			259,197.49
Due to other governments	-				-
Due to other funds		20,829.58	88,956.00	2.53	109,788.11
State Aid Loan Payable	303,928.00				303,928.00
Loan Payable	585,000.00		892,486.00		1,477,486.00
Unearned revenue		31,658.37			31,658.37
Total liabilities	<u>1,086,950.61</u>	<u>113,662.83</u>	<u>981,442.00</u>	<u>2.53</u>	<u>2,182,057.97</u>
Fund Balances:					
Restricted for:					
Capital Projects			(57,757.04)		(57,757.04)
Assigned to:					
Encumbrances	-				-
Unreserved, reported in:					
General fund	(794,302.21)				(794,302.21)
Special revenue fund		(53,055.00)			(53,055.00)
Debt Service fund				(0.42)	(0.42)
Total Fund balances	<u>(794,302.21)</u>	<u>(53,055.00)</u>	<u>(57,757.04)</u>	<u>(0.42)</u>	<u>(905,114.67)</u>
Total liabilities and fund balances	<u>292,648.40</u>	<u>60,607.83</u>	<u>923,684.96</u>	<u>2.11</u>	
Amounts reported for governmental activities in the statement of net position (A-1) are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.					
					6,112,775.28
Pension liabilities net of deferred inflows and outflows					
					(632,462.00)
Long-term liabilities, including bonds payable and compensated absences, and accrued interest, are not due and payable in the current period and therefore are not reported in the current period and therefore are not reported in the funds.					
					<u>(3,131,201.23)</u>
Net position of governmental activities					
					<u>1,443,997.38</u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended 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>
REVENUES					
Local tax levy	1,444,527.00	-	-	125,130.00	1,569,657.00
Miscellaneous	100,178.24		0.65		100,178.89
Local sources		14,842.35		16,481.00	31,323.35
State sources	3,331,013.11	501,186.64		150,922.00	3,983,121.75
Federal sources	-	317,763.19			317,763.19
Total revenues	<u>4,875,718.35</u>	<u>833,792.18</u>	<u>0.65</u>	<u>292,533.00</u>	<u>6,002,044.18</u>
EXPENDITURES					
Current:					
Regular instruction	1,023,319.64	245,320.96			1,268,640.60
Special education instruction	277,286.50				277,286.50
Other instruction	24,665.00				24,665.00
Support services and undistributed costs:					
Tuition	1,119,474.28				1,119,474.28
Student & instruction related services	286,476.55	395,719.86			682,196.41
General administrative services	260,223.07				260,223.07
School administrative services	76,789.08	192,751.36			269,540.44
Central Services	105,549.04				105,549.04
Plant operations and maintenance	250,642.00				250,642.00
Pupil transportation	316,506.88				316,506.88
Unallocated Benefits	917,155.38				917,155.38
Debt Service:					
Principal				205,000.00	205,000.00
Interest				99,731.26	99,731.26
Capital outlay	16,386.00		-		16,386.00
Total expenditures	<u>4,674,473.42</u>	<u>833,792.18</u>	<u>-</u>	<u>304,731.26</u>	<u>5,812,996.86</u>
Excess (Deficiency) of revenues over expenditures	<u>201,244.93</u>	<u>-</u>	<u>0.65</u>	<u>(12,198.26)</u>	<u>189,047.32</u>
OTHER FINANCING (USES)					
Cancellation of prior year payable					-
Cancellation of grants					-
Cancellation of prior year interfun					-
Transfers	-				-
Total other financing and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	201,244.93	-	0.65	(12,198.26)	189,047.32
Fund balance—July 1	(995,547.14)	(53,055.00)	(57,757.69)	12,197.84	(1,094,161.99)
Fund balance—June 30	<u>(794,302.21)</u>	<u>(53,055.00)</u>	<u>(57,757.04)</u>	<u>(0.42)</u>	<u>(905,114.67)</u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Changes in Net Position
For the Year Ended June 30, 2015

Total net change in fund balances - governmental funds (from B-2)		\$ 189,047.32	
Amounts reported for governmental activities in the statement of activities (A-2) are different because:			
Repayment of long term debt 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.		205,000.00	
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	(272,324.36)	
	Capital outlays	<u> </u>	(272,324.36)
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 (+).			(32,698.92)
	District pension contributions	25,693.00	
	Cost of benefits earned net of employee contributions	(19,793.00)	5,900.00
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 an addition in the reconciliation.			2,050.00
 Change in net position of governmental activities			 <u> </u>
		\$ 96,974.04	

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Net Assets
Proprietary Funds
June 30, 2015

	Non-Major Funds	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 8,878.60	8,878.60
Accounts receivable:		
Federal	9,844.67	9,844.67
State	176.73	176.73
Other	13,650.88	13,650.88
Inventories	6,595.58	6,595.58
Total current assets	39,146.46	39,146.46
Noncurrent assets:		
Furniture, machinery & equipment	195,350.72	195,350.72
Less accumulated depreciation	(51,013.49)	(51,013.49)
Total noncurrent assets	144,337.23	144,337.23
Total assets	183,483.69	183,483.69
LIABILITIES		
Current liabilities:		
Accounts payable	-	-
Other Current Liabilities	384.26	384.26
Due to other funds	51,719.76	51,719.76
Total current liabilities	52,104.02	52,104.02
Total liabilities	52,104.02	52,104.02
NET POSITION		
Invested in capital assets net of related debt	143,497.23	143,497.23
Unrestricted/(deficit)	(12,117.56)	(12,117.56)
Total net position	\$ 131,379.67	131,379.67

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

	Non-Major Funds	Total Enterprise
Operating revenues:		
Charges for services:		
Daily sales	\$ 17,389.01	17,389.01
Special Functions	12,439.33	12,439.33
School store sales	87.26	87.26
Latchkey program revenue	6,875.96	6,875.96
Miscellaneous	-	-
Total operating revenues	36,791.56	36,791.56
Operating expenses:		
Salaries	66,391.07	66,391.07
Employee Benefits	2,121.98	2,121.98
Supplies and materials	7,715.87	7,715.87
Direct Expenses	7,210.79	7,210.79
Management Fee	16,199.82	16,199.82
Miscellaneous	100.00	100.00
Cost of Sales	85,315.51	85,315.51
Depreciation	13,983.24	13,983.24
Total Operating Expenses	199,038.28	199,038.28
Operating (loss)	(162,246.72)	(162,246.72)
Nonoperating revenues (expenses):		
Local sources		
Local grant program	-	-
State sources:		
State school lunch program	1,704.77	1,704.77
Federal sources:		
National school lunch program	80,034.21	80,034.21
National school breakfast program	45,813.65	45,813.65
School snack program	1,298.88	1,298.88
Food distribution program	12,270.75	12,270.75
Interest and investment revenue	9.12	9.12
Total nonoperating revenues	141,131.38	141,131.38
Profit/(Loss) before contributions & transfers	(21,115.34)	(21,115.34)
Cancellation of prior year payables	-	-
Transfer in	-	-
Change in net position	(21,115.34)	(21,115.34)
Total net position (deficit)—beginning	152,495.01	152,495.01
Total net position—ending	\$ 131,379.67	131,379.67

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015

	Non-Major Funds	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 23,140.68	23,140.68
Payments to employees	(7,824.00)	(7,824.00)
Payments to cost of sales	(172,520.31)	(172,520.31)
Net cash (used) for operating activities	(157,203.63)	(157,203.63)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash received from local, state and federal reimbursements	130,418.54	130,418.54
Cash received from board subsidy	-	-
Net cash provided by non-capital financing activities	130,418.54	130,418.54
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Transfer (to)/from other funds	13,168.73	13,168.73
Net cash used in capital and related financing activities	13,168.73	13,168.73
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest	9.12	9.12
Net cash provided by investing activities	9.12	9.12
Net increase/(decrease) in cash and cash equivalents	(13,607.24)	(13,607.24)
Balances—beginning of year	22,485.50	22,485.50
Balances—end of year	8,878.26	8,878.26
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating profit/(loss)	(162,246.72)	(162,246.72)
Adjustments to reconcile operating profit/(loss) to net cash (used for) operating activities		
Depreciation and net amortization	13,983.24	13,983.24
Federal commodities	12,270.75	12,270.75
(Increase) in receivables	(13,650.88)	(13,650.88)
Decrease in inventories	3,500.39	3,500.39
Increase in other liabilities	384.26	384.26
Increase in accounts payable	(11,444.67)	(11,444.67)
Total adjustments	5,043.09	5,043.09
Net cash (used for) operating activities	\$ (157,203.63)	(157,203.63)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015

	<u>Trust Fund</u>	<u>Agency Funds</u>
ASSETS		
Cash and cash equivalents	\$ 9,266.16	3,277.26
Interfund receivable		69.95
Total assets	<u>9,266.16</u>	<u>3,347.21</u>
LIABILITIES		
Due to student groups		691.40
Due to district		2,230.37
Payroll deductions and withholdings		425.44
Total liabilities	<u>-</u>	<u>3,347.21</u>
NET POSITION		
Expendable trust - scholarship fund	<u>\$ 9,266.16</u>	<u>-</u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2015

	Private Purpose Scholarship Fund
ADDITIONS	
Contributions:	
Donations	\$ 3,754.00
Total Contributions	3,754
Investment earnings:	
Interest	2.57
Net investment earnings	2.57
Total additions	3,756.57
DEDUCTIONS	
Scholarships	314.45
Total deductions	314.45
Change in net position	3,442.12
Net position—beginning of the year	5,824.04
Net position—end of the year	\$ 9,266.16

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Borough of Woodbine School District is an instrumentality of the State of New Jersey, established to function as an educational institution. 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 financial statements of the Borough of Woodbine School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

A. REPORTING ENTITY:

The Borough of Woodbine School District is a Type II district located in the County of Cape May, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. Effective with the 2012 fiscal year, the election of Board Members was moved to the general election in November resulting in the members whose term would have expired in April of 2015 being carried over to December 31, 2015. The purpose of the district is to educate students in grades K-8. The Borough of Woodbine School District had an enrollment at June 30, 2015 of 206 students.

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

- the organization is legally separate (can sue or be sued in their own name);
- the District holds the corporate powers of the organization;
- the District appoints a voting majority of the organization's board;
- the District is able to impose its will on the organization;
- the organization has the potential to impose a financial benefit/burden on the District;
- there is a fiscal dependency by the organization on the District;

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

B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS:

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's food service program is classified as business-type activities.

In the governmental-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in three parts—invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

The government-wide Statement of Changes in Net Position reports both the gross and net cost of each of the District's functions and business-type activities (food service). The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Changes in Net Position reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASBS No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria are applied to proprietary funds.

The following fund types are used by the District:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District.

- a. **General fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Special revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District.
- c. **Capital projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.
- d. **Debt service** funds are 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.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

Fund Balances – Governmental Funds

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

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

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

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

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

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

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

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

- a. **Enterprise funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The District operates a food service fund to provide a child nutrition program for the students of the district, a school store to provide school supplies for students and teachers, and a latch-key program to provide before and after school care for students.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position, and are reported using accounting principles similar to proprietary funds.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.), and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-wide statements.

D. BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

E. FINANCIAL STATEMENT AMOUNTS

1. Cash and Cash Equivalents:

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

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

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

NJSA 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental units.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

2. Investments:

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

3. Inventories:

Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first –out method. As of June 30, 2015, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

Food	\$	4,966.10
Supplies		<u>1,629.48</u>
	\$	<u>6,595.58</u>

The value of Federal donated commodities 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. The value of commodities included in the food inventory on June 30, 2015 is \$2,956.02.

4. Capital Assets:

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assests	50-65 years

Infrastructure assets include roads, parking lots, underground pipe, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

5. Revenues:

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount 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. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

6. Expenditures:

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

7. Compensated absences:

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

8. Interfund Activity:

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

9. 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 for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. 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. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

Significant transfers approved by the Board of Education during the fiscal year were as follows:

Salaries of teachers:	
Grades 1-5	\$ 37,562.40
Undistributed Expenditures - Instruction	
Tuition to Other LEAs within state - Regular	36,700.00
Tuition to County Vocational Schools - Special	(37,881.12)
Tuition to CSSD & Regional Day Schools	(170,147.50)
Tuition to Private Schools for the Disabled - Within State	75,248.00
Undistributed Expenditures - Other Support Services	
Students - Related Services	
Purchased Professional Educational Services	60,697.79
Undistributed Expenditures - Other Support Services	
Student-Extraordinary Services	
Purchased Professional Educational Services	(52,533.00)
Undistributed Expenditures - Student Transportation	
Services	
Contracted Services - (Reg Students) ESC & CTA	43,813.98
Unallocated Benefits	
Health Benefits	(115,999.08)

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 payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

10. Tuition Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. The final cost is based on an agreement with the Absecon Board of Education with a negotiated amount up to the final cost as determined by State of New Jersey.

11. Tuition Payable

Tuition charges for the fiscal years 2014/15 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

12. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

13. Allocation of Costs

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the budgetary expenditures by program.

14. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and Public Employees Retirement System (PERS) and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the TPAF and 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.

F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

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

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 73, "Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68". This statement is effective for fiscal periods beginning after June 30, 2016, will not have any effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans". This statement is effective for fiscal periods beginning after June 30, 2016 establishes new accounting and financial reporting requirements for OPEB plans. It is anticipated that this statement will not have any effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement is effective for fiscal periods beginning after June 30, 2017. Although not determinable, the impact of this statement on the net position of the entity is anticipated to be significant.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 76, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments". This statement is effective for fiscal periods beginning after June 30, 2015, will not have any effect on the District's financial reporting.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Custodial Credit Risk Related to Deposits

Custodial credit risk is the risk that, in the event of bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. At June 30, 2014, the carrying amount of the Board's deposits were \$228,712.3 and the bank balance was \$518,569.97. Of the School District's bank balance of \$518,569.97 as of June 30, 2015, \$0 was uninsured and uncollateralized.

NOTE 3. INVESTMENTS

As of June 30, 2015, the District had no investments. However, if the District had investments they would be subject to following risks.

Interest Rate Risk. The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investment to 397 days.

Credit Risk. New Jersey Statutes 18A:20-37 limits district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America or of the district or the local units in which the district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk. The district places no limit on the amount the district may invest in any one issuer.

NOTE 4. INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund or General Fund; (2) repay expenses paid by another fund; (3) make a Board contribution to the Food Service Fund; and (4) transfer federal and state food subsidies received in the General Fund to the Food Service Fund.

The following interfund balances remained on the fund financial statements at June 30, 2015:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General fund	\$ 147,976.20	
Special Revenue Fund	15,692.09	20,829.58
Capital Projects Fund		88,956.00
Debt Service Fund		2.53
Food Service Fund		38,125.42
Latchkey Program		13,594.34
Student Activity	69.95	
Payroll Agency		2,230.37
	<u>\$ 163,738.24</u>	<u>163,738.24</u>

Interfunds were created throughout the year due to short term borrowings to cover cash flow needs in the various funds.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 5. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments/ Deletions</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1.00			1.00
Total capital assets not being depreciated	<u>1.00</u>	<u>-</u>	<u>-</u>	<u>1.00</u>
Capital assets being depreciated:				
Buildings and improvements	9,023,485.34		168,187.36	9,191,672.70
Equipment	158,544.39			158,544.39
Total capital assets being depreciated at historical cost	<u>9,182,029.73</u>	<u>-</u>	<u>168,187.36</u>	<u>9,350,217.09</u>
Less accumulated depreciation for:				
Buildings and improvements	(2,850,129.70)	(260,218.61)		(3,110,348.31)
Equipment	(114,988.75)	(12,105.75)		(127,094.50)
Total capital assets being depreciated, net of accumulated depreciation	<u>6,216,911.28</u>	<u>(272,324.36)</u>	<u>168,187.36</u>	<u>6,112,774.28</u>
Governmental activity capital assets, net	<u><u>6,216,912.28</u></u>	<u><u>(272,324.36)</u></u>	<u><u>168,187.36</u></u>	<u><u>6,112,775.28</u></u>
Business-type activities:				
Capital assets being depreciated:				
Equipment	194,510.72			194,510.72
Less accumulated depreciation	(37,030.26)	(13,143.23)		(50,173.49)
Enterprise Fund capital assets, net	<u>\$ 157,480.46</u>	<u>(13,143.23)</u>	<u>-</u>	<u>144,337.23</u>

Depreciation is charged to governmental functions as follows:

Regular Instruction	\$ 123,216.93
Special Education	33,534.43
Other Instruction	2,569.26
Student & Instructional Related Services	26,128.12
General Administrative Services	47,839.14
School Administrative Services	9,165.84
Plant Operation and Maintenance	29,870.64
	<u><u>\$ 272,324.36</u></u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 7. LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2015 are as follows:

Governmental Activities:

	Balance July 1, 2014	Issues or Additions	Payments or Expenditures	Balance June 30, 2015	Amounts Due Within One Year
State Loan	\$ -	650,000.00	65,000.00	585,000.00	65,000.00
Compensated Absences	140,308.56	48,427.00	15,728.08	173,007.48	50,115.32
Serial Bonds	3,132,000.00		205,000.00	2,927,000.00	215,000.00
Net Pension Liability	583,517			583,517.00	
	<u>\$ 3,855,825.56</u>	<u>698,427.00</u>	<u>285,728.08</u>	<u>4,268,524.48</u>	<u>330,115.32</u>

Compensated absences will be liquidated in the General Fund, Serial Bonds will be liquidated in the Debt Service Fund and capital leases will be liquidated in the Food Service Fund.

Bonds Payable

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

At June 30, 2015, bonds payable consisted of the following issues:

\$3,682,000 School Bonds dated September 1, 2010, due in annual installments through March 1, 2026, bearing interest rates from 2.000% per annum to 3.625% per annum. The balance remaining as of June 30, 2015 is \$2,927,000.

Debt service requirements on serial bonds payable at June 30, 2015 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2016	\$ 215,000.00	93,581.26	308,581.26
2017	220,000.00	87,131.26	307,131.26
2018	230,000.00	80,531.26	310,531.26
2019	245,000.00	73,631.26	318,631.26
2020	255,000.00	66,281.26	321,281.26
2021-2025	1,442,000.00	206,987.54	1,648,987.54
2026	320,000.00	5,800.00	325,800.00
	<u>\$ 2,927,000.00</u>	<u>613,943.84</u>	<u>3,540,943.84</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 8. SHORT-TERM DEBT

	Balance July 1, 2014	Issues or Additions	Payments or Expenditures	Balance June 30, 2015
Grant Anticipation Notes	\$ 892,486.00	892,486.00	892,486.00	892,486.00
State Aid Anticipation Note	303,928.00	303,928.00	303,928.00	303,928.00
	<u>\$ 1,196,414.00</u>	<u>1,196,414.00</u>	<u>1,196,414.00</u>	<u>1,196,414.00</u>

The District issued Grant Anticipation Notes in the amount of \$307,536 on December 17, 2014 with an interest rate of 2.125% per annum due December 18, 2015. The District also issued a Grant Anticipation Note in the amount of \$584,950 on October 9, 2014 with an interest rate of 1.18% maturing October 10, 2015.

In June of 2015 the District issued a State Aid Anticipation Note in the amount of \$303,928 bearing an interest rate of 3.25% per annum. The note matured on July 9, 2015 and was paid in full.

NOTE 9. PENSION PLANS

Description of Plans

All required employees of the District are covered by either the Public Employees' Retirement System or the Teacher's Pension and Annuity Fund cost-sharing multiple-employer defined benefit pension plans 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 or the reports can be accessed on the internet at http://www.state.nj.us/treasury/pensions/annrpts_archive.htm.

Teachers' Pension and Annuity Fund

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

Public Employees' Retirement System

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2009 under the provisions of Chapter 92, P.L. 2009 and Chapter 103, P.L. 2009 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

Funding Policy

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 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 6.5% and the PERS rate is 6.5% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2015, 2014 and 2013 were \$94,476, \$64,792, and \$110,264, respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2015, 2014 and 2013 were \$25,693.00, \$26,200.11, and \$16,426, respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2015, 2014 and 2013, the State of New Jersey contributed \$149,982, \$106,235, and \$124,682, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$130,104.11, \$139,814.97, and \$148,979 during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance in GASB 27.

The School District has no employees enrolled in the Defined Contribution Retirement Program (DCRP) during the fiscal year ended June 30, 2015.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60th from 1/55th, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. For new members of the PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for social security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined a 1/7th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

NOTE 10: PUBLIC EMPLOYEES RETIREMENT SYSTEM

At June 30, 2015, the District reported a liability of \$583,517.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the District's proportion was 0.0031166242%, which was a decrease of 10.37% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$19,793.00. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expended and actual experience		
Changes of assumptions	\$ 18,349	
Net difference between projected and actual earnings on pension plan investments		34,774
Changes in proportion and differences between District contributions and proportionate share of contributions		58,213
District contributions subsequent to the measurement date	25,693	
Total	\$ 44,042	92,987

\$25,693.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (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,			
2016	\$	(26,009)	
2017		(26,009)	
2018		(26,009)	
2019		(26,009)	
2020		20,414	
Thereafter		8,982	
Total	\$	(74,638)	

Actuarial Assumptions

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

Inflation rate		3.01%
Salary increases:		
2012-2021		2.15% - 4.40% (based on age)
Thereafter		3.15% - 5.40% (based on age)
Investment rate of return:		7.90%

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

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

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

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

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

Discount Rate

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 5.39%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.39%) or 1-percentage point higher (6.39%) than the current rate:

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
District's proportionate share of the net pension liability	\$ 734,085	583,517	457,079

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

NOTE 11. TEACHERS' PENSION AND ANNUITY FUND (TPAF)

At June 30, 2015, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		8,185,698
Total	\$	8,185,698

The net pension liability was measured as of June 30, 2014 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2014, the District's proportion was 0.00%, which was a decrease of 0.00% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$440,467 and revenue of \$440,467 for support provided by the State. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to TPAF from the following sources:

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expended and actual experience	\$ -	3,342
Changes of assumptions	350,869	
Net difference between projected and actual earnings on pension plan investments		264,866
Changes in proportion and differences between District contributions and proportionate share of contributions		896,735
District contributions subsequent to the measurement date	<u>\$ 94,476</u>	
Total	<u>\$ 445,345</u>	<u>1,164,943</u>

\$94,476.00 reported as deferred outflows of resources related to pensions resulting from district contributions subsequent to the measurement date (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:

<u>Year ended June 30,</u>		
2016	\$	195,779
2017		195,779
2018		195,779
2019		195,779
2020		(456,340)
Thereafter		<u>(1,140,851)</u>
Total	<u>\$</u>	<u>(814,074)</u>

Actuarial assumptions. The total pension liability in the June 30, 2014 actuarial valuation was determined using the following assumptions, applied to all period included in the measurement:

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

Mortality rates were based on the RP-2000 Health Annuitant Mortality Table for Males or Females, as appropriate with adjustments for mortality improvements based on Scale AA from the base year of 2000 until the valuation date plus 15 years to account for future mortality improvement. Post-retirement mortality improvements for non-disabled annuitants are projected using Scale AA from the base year of 2000 for males and 2003 for females until the valuation date plus 7 years to account for future mortality improvement.

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2012.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return.
Cash	6.00%	0.50%
Core fixed Income	0.00%	2.19%
Core bonds	1.00%	1.38%
Short-term bonds	0.00%	1.00%
Intermediate-term bonds	11.20%	2.60%
Long-term bonds	0.00%	3.23%
Mortgages	2.50%	2.84%
High yield bonds	5.50%	4.15%
Non-US fixed income	0.00%	1.41%
Inflation-indexed bonds	2.50%	1.30%
Broad US equities	25.90%	5.88%
Large cap US equities	0.00%	5.62%
Mid cap US equities	0.00%	6.39%
Small cap US equities	0.00%	7.39%
Developed foreign equities	12.70%	6.05%
Emerging market equities	6.50%	8.90%
Private equity	8.25%	9.15%
Hedge funds/absolute return	12.25%	3.85%
Real estate (property)	3.20%	4.43%
Real estate (REITS)	0.00%	5.58%
Commodities	2.50%	3.60%
Long credit bonds	0.00%	3.74%

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 4.68% as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.68%) or 1-percentage point higher (5.68%) than the current rate:

	1% Decrease (3.68%)	Current Discount Rate (4.68%)	1% Increase (5.68%)
District's proportionate share of the net pension liability	\$ -	-	-

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued TPAF financial report.

NOTE 12. POST-RETIREMENT 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 after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2014, there were 103,432 retirees receiving post-retirement medical benefits, and the State contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

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

NOTE 13. COMPENSATED ABSENCES

The liability for vested compensated absences for the governmental fund types is recorded in current and long-term liabilities. 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 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. As of June 30, 2015, no liability existed for compensated absences in the Food Service Enterprise Fund or the Latchkey Enterprise Fund.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 14. DEFERRED COMPENSATION

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

Lincoln Investment Planning
Siracusa Benefits Program
Travelers

NOTE 15. RISK MANAGEMENT

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

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

New Jersey Unemployment and Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Contributory Method”.

Worker’s Compensation Fund – The Board Currently maintains traditional insurance for its worker’s compensation coverage.

NOTE 16. CONTINGENT LIABILITIES

Federal and State Grants

The District participates in a number of federal and state grant programs. The grant programs are subject to program compliance audits by the grantors or their representatives. The District is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance would result in the disallowance of program expenditures.

NOTE 18. COMMITMENTS

The District has not adopted an encumbrance policy for the fiscal year end to consider significant encumbrances. All encumbrances are classified as either Assigned Fund Balance in the General Fund or Committed Fund Balance in the Capital Projects Fund. There were no significant encumbrances at June 30, 2015.

NOTE 19. ECONOMIC DEPENDENCY

The District receives support from federal government and from the state governments through local school districts. A significant reduction in the level of support, if this were to occur, would have an effect on the District’s programs and activities.

NOTE 20. FUND BALANCES

General Fund – Of the (\$815,131.79) General Fund fund balance at June 30, 2015, (\$815,131.79) is unreserved and undesignated.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 21. 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 year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2015 is \$0.

NOTE 22. DEFICIT FUND BALANCES

The District has a deficit fund balance of (\$794,302.21) in the General Fund, (\$53,055) in the Special Revenue Fund and (\$57,757.04) in the Capital Projects Fund at June 30, 2015 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the General Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated Special Revenue Fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in the GAAP funds statements of (\$53,055) in the Special Revenue Fund is equal to the last two state aid payments. The General Fund has a deficit of (\$794,302.21) of which \$264,937 is due to the last state aid payments. The balance of (\$529,365.21) will need to be raised in the 2015/16 budget or made up through operations. The Capital Projects Fund has a deficit of (\$57,757.04) which will be cleared when grant funding for the capital projects has been requested.

NOTE 23. DEFICIT IN NET ASSETS – ENTERPRISE FUNDS

The Food Service, School Store, and Latchkey Enterprise Funds have a cumulative deficit in net assets of (\$12,117.56) as of June 30, 2015. This deficit will either be provided for in the 2015-16 budget or made up through operations.

{This space intentionally left blank}

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2015**

NOTE 24. RESTATEMENT OF PRIOR YEAR BALANCES

Net position has been restated as required by the implementation of GASB 68, as discussed in notes 10 and 11 above.

Beginning net position as previously reported at June 30, 2014	\$ 1,985,385.34
Prior period adjustment - Implementation GASB 68	
Net pension liability (measurement date)	(664,562.00)
Deferred outflows - District's contributions made during fiscal year 2014	26,200.00
Total prior period adjustment	(638,362.00)
Net position as restated, July 1, 2014	<u><u>\$ 1,347,023.34</u></u>

NOTE 25. SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred from June 30, 2015 through December 10, 2015, the date that the financial statements were issued for possible disclosure and recognition in the financial statements and no items have come to attention of the District that would require disclosure.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Required Supplemental Information
Part II

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BUDGETARY COMPARISON SCHEDULES

The budgetary comparison schedules consist of the comparison of anticipated revenues and budgeted expenditures to actual results for the general and the special revenue funds.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	1,444,527.00	-	1,444,527.00	1,444,527.00	-
Unrestricted Miscellaneous Revenues	11,417.00		11,417.00	100,178.24	88,761.24
Total - Local Sources	1,455,944.00	-	1,455,944.00	1,544,705.24	88,761.24
State Sources:					
Non Public Transportation Aid				348.00	348.00
School Choice Aid	32,028.00		32,028.00	32,028.00	-
Categorical Special Education Aid	122,247.00		122,247.00	122,247.00	-
Equalization Aid	1,798,565.00		1,798,565.00	1,798,565.00	-
Categorical Security Aid	85,572.00		85,572.00	85,572.00	-
Adjustment Aid	761,240.00		761,240.00	761,240.00	-
Categorical Transportation Aid	164,943.00		164,943.00	164,943.00	-
PAARC Readiness Aid	2,260.00		2,260.00	2,260.00	-
Per Pupil Growth Aid	2,260.00		2,260.00	2,260.00	-
Other State Aid				650,000.00	650,000.00
On behalf TPAF Pension Contributions (non-budgeted)				244,458.00	244,458.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				130,104.11	130,104.11
Total - State Sources	2,969,115.00	-	2,969,115.00	3,994,025.11	1,024,910.11
Total Revenues	4,425,059.00	-	4,425,059.00	5,538,730.35	1,113,671.35

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Kindergarten	131,926.00	(200.00)	131,726.00	131,665.02	60.98
Grades 1-5	392,676.00	37,562.40	430,238.40	429,771.25	467.15
Grades 6-8	371,006.00	5,482.68	376,488.68	376,488.68	-
Purchased Professional Services - Grades 1-5		9,000.00	9,000.00	6,917.65	2,082.35
Purchased Professional Services - Grades 6-8		27,000.00	27,000.00	20,752.96	6,247.04
Regular Programs - Home Instruction:					
Salaries of Teachers	3,000.00	15,337.50	18,337.50	18,337.50	-
Purchased Professional Services	-	120.00	120.00	120.00	-
Regular Programs - Undistributed					
Other Salaries for Instruction	22,396.00	(22,396.00)	-	-	-
Purchased Professional Educational Services					
Other Purchased Services	17,272.00	8,192.93	25,464.93	25,434.26	30.67
General Supplies	8,925.00	4,946.76	13,871.76	13,832.32	39.44
Other Objects	500.00	(400.00)	100.00	-	100.00
Total Regular Programs	947,701.00	84,646.27	1,032,347.27	1,023,319.64	9,027.63
Resource Room/Resource Center					
Salaries of Teachers	227,518.00	-	227,518.00	223,843.30	3,674.70
Other Salaries	43,290.00	10,153.20	53,443.20	53,443.20	-
Total Resource Room/Resource Center	270,808.00	10,153.20	280,961.20	277,286.50	3,674.70
Total Special Education - Instruction	270,808.00	10,153.20	280,961.20	277,286.50	3,674.70

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Basic Skills/Remedial - Instruction					
Salaries of Teachers		-			-
Total Basic Skills/Remedial - Instruction					
Bilingual Education - Instruction:					
Salaries of Teachers	10,391.00	11,135.00	21,526.00	21,526.00	-
Total Bilingual Education - Instruction	10,391.00	11,135.00	21,526.00	21,526.00	-
School Sponsored Cocurricular Activities					
Salaries of Teachers	3,760.00	-	3,760.00	3,139.00	621.00
Total School Sponsored Cocurricular Activities	3,760.00	-	3,760.00	3,139.00	621.00
Total Instruction	1,232,660.00	105,934.47	1,338,594.47	1,325,271.14	13,323.33
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Regular	487,241.00	36,700.00	523,941.00	487,241.00	36,700.00
Tuition to Other LEAs Within the State - Special	53,600.00	7,200.00	60,800.00	60,721.28	78.72
Tuition to County Vocational Schools - Regular	167,005.00	(21,996.50)	145,008.50	145,008.50	-
Tuition to County Vocational Schools - Special	72,969.00	(37,881.12)	35,087.88	33,678.00	1,409.88
Tuition to CSSD & Regional Day Schools	466,146.00	(170,147.50)	295,998.50	295,971.50	27.00
Tuition to Private Schools for the Disabled - Within State	3,961.00	75,248.00	79,209.00	79,155.00	54.00
Tuition - State Facilities	17,699.00	-	17,699.00	17,699.00	-
Tuition - Other	-	-	-	-	-
Total Undistributed Expenditures - Instruction	1,268,621.00	(110,877.12)	1,157,743.88	1,119,474.28	38,269.60

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Attendance and Social Work Services					
Salaries	83,958.00	-	83,958.00	83,958.00	-
Total Undistributed Expenditures - Attendance and Social Work Services	83,958.00	-	83,958.00	83,958.00	-
Undistributed Expenditures - Health Services:					
Salaries	51,716.00	240.00	51,956.00	51,956.00	-
Purchased Professional and Technical Services	3,120.00	200.00	3,320.00	3,273.75	46.25
Supplies and Materials	1,000.00	(200.00)	800.00	792.00	8.00
Other Objects	110.00	-	110.00	110.00	-
Total Undistributed Expenditures - Health Services	55,946.00	240.00	56,186.00	56,131.75	54.25
Undistributed Expenditures - Other Support Services - Students - Related Services:					
Salaries	21,430.00	(21,430.00)	-	-	-
Purchased Professional Educational Services	17,510.00	60,697.79	78,207.79	69,072.00	9,135.79
Supplies	-	9,851.15	9,851.15	3,899.50	5,951.65
Total Undistributed Expenditures - Other Support Services - Students - Related Services	38,940.00	49,118.94	88,058.94	72,971.50	15,087.44
Undistributed Expenditures - Other Support Services - Students - Regular Services:					
Other Purchased Services	-	-	-	-	-
Total Undistributed Expenditures - Other Support Services - Students - Regular Services	-	-	-	-	-
Undistributed Expenditures - Other Support Services - Students - Extraordinary Services:					
Salaries	21,569.00	0.04	21,569.04	21,569.04	-
Purchased Professional-Educational Services	60,000.00	(52,533.00)	7,467.00	7,467.00	-
Total Undistributed Expenditures - Other Support Services - Students - Extraordinary Services	81,569.00	(52,532.96)	29,036.04	29,036.04	-

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Improvement of Instructional Services					
Salary of Supervisor of Instruction	1,000.00	-	1,000.00	1,000.00	-
Purchased Professional Educational Services	-	-	-	-	-
Total Undist. Expend. - Improvement Of Instructional Services	1,000.00	-	1,000.00	1,000.00	-
Undistributed Expenditures - Educational Media Serv/Sch Library:					
Salaries	41,721.00	-	41,721.00	37,928.20	3,792.80
Supplies	2,338.00	(764.00)	1,574.00	1,450.37	123.63
Other Objects	1,569.00	764.00	2,333.00	2,333.00	-
Total Undistributed Expenditures - Educational Media Services School Library	45,628.00	-	45,628.00	41,711.57	3,916.43
Undistributed Expenditures - Instructional Staff Training Services					
Other Salaries	1,500.00	-	1,500.00	1,500.00	-
Travel Expense		51.58	51.58	51.58	-
Other Objects		500.00	500.00	116.11	383.89
Total Undistributed Expenditures - Instructional Staff Training Services	1,500.00	551.58	2,051.58	1,667.69	383.89
Undistributed Expenditures - Support Services - Gen. Administration					
Salaries	58,978.00	0.04	58,978.04	58,978.04	-
Salaries - State Monitor	77,376.00	(7,847.38)	69,528.62	66,474.00	3,054.62
NJDOE Loan	42,852.00	22,148.00	65,000.00	65,000.00	-
Legal Services	20,000.00	15,566.94	35,566.94	24,859.76	10,707.18
Audit Fees	15,500.00	(400.00)	15,100.00	15,100.00	-
Other Purchased Professional Services	4,568.00	-	4,568.00	4,568.00	-
Communications/Telephone	18,796.00	(4,969.26)	13,826.74	5,763.29	8,063.45
BOE Other Purchased Services	250.00	-	250.00	-	250.00
Other Purchased Services	5,410.00	459.50	5,869.50	5,869.50	-
General Supplies	1,500.00	400.00	1,900.00	1,728.27	171.73
BOE In-House Training/Meeting Supplies		-	-	-	-
Miscellaneous Expenditures	3,673.00	2,907.34	6,580.34	6,446.87	133.47
BOE Membership Dues and Fees	6,350.00	(338.08)	6,011.92	5,435.34	576.58
Total Undistributed Expenditures - Support Services - Gen. Admin.	255,253.00	27,927.10	283,180.10	260,223.07	22,957.03

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Support Serv. - School Admin.:					
Salaries of Principals/Assistant Principals	75,640.00	0.08	75,640.08	75,640.08	-
Other Objects	754.00	400.00	1,154.00	1,149.00	5.00
Total Undistributed Expenditures - Support Serv. - School Admin.	76,394.00	400.08	76,794.08	76,789.08	5.00
Undistributed Expenditures - Central Services					
Salaries	83,388.00	-	83,388.00	81,788.36	1,599.64
Purchased Professional Services	9,500.00	3,933.00	13,433.00	10,184.25	3,248.75
Purchased Technical Services	4,500.00	789.15	5,289.15	4,889.15	400.00
Supplies and Materials	1,000.00	-	1,000.00	813.50	186.50
Misc. Purchased Services	-	-	-	-	-
Interest of Lease Purchase Agreements	-	-	-	-	-
Interest on BANS	12,960.00	-	12,960.00	6,324.13	6,635.87
Miscellaneous Expenditures	1,560.00	-	1,560.00	1,549.65	10.35
Total Undistributed Expenditures - Central Services	112,908.00	4,722.15	117,630.15	105,549.04	12,081.11
Undistributed Expenditures - Required Maint for School Facilities					
Salaries	34,905.00	-	34,905.00	39,379.48	214.77
Cleaning, Repair, and Maintenance Services	5,000.00	4,689.25	9,689.25	791.53	432.22
General Supplies	-	(3,776.25)	(3,776.25)	-	-
Total Undistributed Expenditures - Required Maint for School Facilities	39,905.00	913.00	40,818.00	40,171.01	646.99

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Operation and Maintenance of Plant Services:					
Cleaning, Repair, and Maintenance Services	100,000.00	(2,245.84)	97,754.16	97,754.16	-
Insurance	37,200.00	(3,459.50)	33,740.50	32,654.64	1,085.86
Miscellaneous Purchased Services		-		-	-
General Supplies	23,500.00	(13,933.00)	9,567.00	9,273.26	293.74
Energy (Electricity)	28,000.00	71.42	28,071.42	28,071.42	-
Other Objects	1,321.00	-	1,321.00	441.00	880.00
Energy (Natural Gas)	26,000.00	12,992.84	38,992.84	34,026.80	4,966.04
Total Undistributed Expenditures - Operation and Maintenance of Plant Services	216,021.00	(6,574.08)	209,446.92	202,221.28	7,225.64
Undistributed Expenditures - Care & Upkeep of Grounds:					
Cleaning, Repair, and Maintenance Services	6,000.00	3,460.00	9,460.00	7,770.11	1,689.89
General Supplies	2,000.00	-	2,000.00	479.60	1,520.40
Total Undistributed Expenditures - Care & Upkeep of Grounds	8,000.00	3,460.00	11,460.00	8,249.71	3,210.29
Undistributed Expenditures - Student Transportation Services:					
Sal. For Pupil Trans (Bet Home & Sch) - Reg.	6,089.00	0.04	6,089.04	6,089.04	-
Management Fee - ESC & CTSA Trans. Program	10,250.00	3,321.07	13,571.07	13,508.05	63.02
Other Purchased Services		3,268.19	3,268.19	3,268.19	-
Contracted Services - (Other than Betw Home and Sch) - Vendors	5,000.00	(1,600.00)	3,400.00	3,365.00	35.00
Contracted Services - (Between Home and School) - Joint Agrmnts	9,724.00	(1,879.47)	7,844.53	7,748.49	96.04
Contracted Services - (Reg. Students) - ESCs & CTAs	115,449.00	43,813.98	159,262.98	159,189.72	73.26
Contracted Services - (Special Ed Students) - ESCs and CTAs	100,136.00	20,628.41	120,764.41	120,686.39	78.02
Contracted Services - Aid in Lieu of Payments-Nonpub Sch	4,420.00	(1,768.00)	2,652.00	2,652.00	-
Total Undistributed Expenditures - Student Transportation Serv.	251,068.00	65,784.22	316,852.22	316,506.88	345.34

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Unallocated Benefits:					
Social Security Contributions	20,138.00	15,071.02	35,209.02	34,048.06	1,160.96
Other Retirement Contributions - Regular	28,488.00	18,044.00	46,532.00	46,527.77	4.23
Unemployment Compensation	5,487.00	3,182.50	8,669.50	8,591.60	77.90
Workmen's Compensation	32,086.00	(5,979.82)	26,106.18	25,455.85	650.33
Health Benefits	497,358.00	(115,999.08)	381,358.92	376,499.99	4,858.93
Tuition Reimbursement	4,620.00	1,740.00	6,360.00	5,520.00	840.00
Other Employee Benefits	51,125.00	(5,126.00)	45,999.00	45,950.00	49.00
Total Unallocated Benefits	639,302.00	(89,067.38)	550,234.62	542,593.27	7,641.35
On-behalf TPAF Pension Contributions (non-budgeted)				244,458.00	(244,458.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)				130,104.11	(130,104.11)
Total On-behalf Contributions	-	-	-	374,562.11	(374,562.11)
Total Undistributed Expenditures	3,176,013.00	(105,934.47)	3,070,078.53	3,332,816.28	(262,737.75)
Total Current Expense	4,408,673.00	0.00	4,408,673.00	4,658,087.42	(249,414.42)
Capital Outlay:					
Facilities Acquisition and Construction Services:					
Other Objects	16,386.00	-	16,386.00	-	-
Assessment for Debt Service for SDA Funding	-	-	-	16,386.00	-
Total Facilities Acquisition and Construction Services	16,386.00	-	16,386.00	16,386.00	-
Total Capital Outlay	16,386.00	-	16,386.00	16,386.00	-
Total Expenditures	4,425,059.00	0.00	4,425,059.00	4,674,473.42	(249,414.42)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	864,256.93	864,256.93
Other Financing Sources/(Uses)					
Operating transfers out:					
Transfer to Capital Project Fund					-
Cancellation of grants					
Transfer to Food Service Fund - Board Contribution		-		-	-
Total Other Financing Sources/(Uses)	-	-	-	-	-
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	-	864,256.93	864,256.93
Fund Balances, July 1	(743,622.14)	-	(743,622.14)	(743,622.14)	-
Fund Balances, June 30	(743,622.14)	-	(743,622.14)	120,634.79	864,256.93

Recapitulation of Fund Balance:

Assigned Fund Balance:
 Reserve for Encumbrances
Unassigned Fund Balance

43,178.02
 77,456.77
 120,634.79

Reconciliation to Governmental Funds Statements (GAAP):
 State Loan Not Recognized on GAAP Basis
 Last State Aid Payment Not Recognized on GAAP Basis

(650,000.00)
 (264,937.00)
 (794,302.21)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	\$ -	15,163.60	15,163.60	14,842.35	(321.25)
Total - Local Sources	-	15,163.60	15,163.60	14,842.35	(321.25)
State Sources:					
Preschool Education Aid	531,773.00	(500.66)	531,272.34	509,350.97	(21,921.37)
Other State Aid	-	-	-	-	-
Total - State Sources	531,773.00	(500.66)	531,272.34	509,350.97	(21,921.37)
Federal Sources:					
Title I	168,439.00	33,284.29	201,723.29	192,870.72	(8,852.57)
I.D.E.A., Part B	88,552.00	1,831.00	90,383.00	90,383.00	-
Other	24,035.00	18,506.26	42,541.26	36,067.76	(6,473.50)
Total - Federal Sources	281,026.00	53,621.55	334,647.55	319,321.48	(15,326.07)
Total Revenues	812,799.00	68,284.49	881,083.49	843,514.80	(37,568.69)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXPENDITURES:					
Instruction					
Salaries of teachers	300,358.00	(95,746.00)	204,612.00	196,294.50	8,317.50
Other salaries of instruction	91,301.00	(30,000.00)	61,301.00	45,117.30	16,183.70
Other purchased services		-		-	-
General Supplies	11,639.00	(6,025.50)	5,613.50	3,909.16	1,704.34
Other Objects		-		-	-
Total instruction	403,298.00	(131,771.50)	271,526.50	245,320.96	26,205.54
EXPENDITURES (CONT'D):					
Support Services					
Salaries of program directors	89,746.00	30,265.00	120,011.00	120,010.98	0.02
Salaries supervisors of instruction	24,629.00	(4,858.92)	19,770.08	16,129.00	3,641.08
Salaries of other professional staff	89,439.00	(23,105.00)	66,334.00	66,334.00	-
Personal services- employee benefits	148,688.00	22,077.15	170,765.15	169,459.99	1,305.16
Purchased professional educational services	14,213.00	119,015.35	133,228.35	133,228.35	-
Purchased professional technical services	4,000.00	(4,000.00)	-	-	-
Other purchased services	9,000.00	4,674.35	13,674.35	12,544.89	1,129.46
Travel	3,000.00	(100.00)	2,900.00	2,251.61	648.39
Supplies and materials	26,786.00	46,635.00	73,421.00	68,781.96	4,639.04
Other objects		9,453.06	9,453.06	9,453.06	-
Total support services	409,501.00	200,055.99	609,556.99	598,193.84	11,363.15
Facilities acquisition and construction services:					
Instructional Equipment					
Non-Instructional Equipment					
Total facilities acquisition and construction services	-	-	-	-	-
Transfers to Charter Schools					
Total expenditures	812,799.00	68,284.49	881,083.49	843,514.80	37,568.69
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	-	-	-	0.00

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Notes to the Required Supplementary Information

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 Notes to Required Supplementary Information
 For the Fiscal Year Ended June 30, 2015

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

	General Fund	Special Revenue
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	5,538,730.35	843,514.80
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Prior year	-	
Current year	-	(9,722.62)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	251,925.00	53,055.00
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(264,937.00)	(53,055.00)
State loan received recognized for budgetary purposes, not recognized for GAAP statements.	(650,000.00)	
	<u>4,875,718.35</u>	<u>833,792.18</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	4,674,473.42	843,514.80
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes		
Prior year	-	
Current year	-	(9,722.62)
	<u>4,674,473.42</u>	<u>833,792.18</u>
Total revenues reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>4,875,718.35</u>	<u>833,792.18</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>4,674,473.42</u>	<u>833,792.18</u>

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Required Supplemental Information
Part III

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employee Retirement System
Last Two Fiscal Years

	2014	2013
District's proportion of the net pension liability (asset)	0.0031166242%	0.0034772011%
District's proportionate of the net pension liability (asset)	\$ 583,517	\$ 664,562
District's covered payroll	\$ 217,084	\$ 165,406
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	268.80%	401.78%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	48.72%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of District Contributions
Public Employee Retirement System
Last Two Fiscal Years

	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 25,693	\$ 26,200
Contributions in relation to the contractually required contribution	<u>25,693</u>	<u>26,200</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 217,084	\$ 165,406
Contributions as a percentage of covered-employee payroll	11.84%	15.84%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.
However, information is only currently available for two years.
Additional years will be presented as they become available.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Two Fiscal Years

	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>8,185,698</u>	<u>8,624,364</u>
Total	<u>\$ 8,185,698</u>	<u>\$ 8,624,364</u>
District's covered payroll	\$ 1,694,598	\$ 1,673,180
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	33.76%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of District Contributions
Teachers' Pension and Annuity Fund
Last Two Fiscal Years

	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 94,476	\$ 65,059
Contributions in relation to the contractually required contribution	<u>94,476</u>	<u>65,059</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 1,694,598	\$ 1,673,180
Contributions as a percentage of covered-employee payroll	5.58%	3.89%

Source: GASB 68 report on Teachers' Pension and Annuity Fund; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.
However, information is only currently available for two years.
Additional years will be presented as they become available.

Supplementary Information

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

SPECIAL REVENUE FUND

Special revenue funds are 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.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenue and Expenditures
Budgetary Basis
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Preschool Education Aid	Preschool Education Aid Carryover	Total State Funds	Race to the Top	Title I Part A	Title I Part A Carryover
REVENUES:						
State Sources	\$ 508,630.63	720.34	509,350.97	-	-	-
Federal Sources				1,513.00	178,584.43	12,773.29
Local Sources						
Total revenues	<u>508,630.63</u>	<u>720.34</u>	<u>509,350.97</u>	<u>1,513.00</u>	<u>178,584.43</u>	<u>12,773.29</u>
EXPENDITURES:						
Instruction:						
Salaries of teachers	196,294.50		196,294.50			
Other salaries of instruction	45,117.30		45,117.30			
Other purchased services	3,909.16		3,909.16			
Supplies and materials						
Total instruction	<u>245,320.96</u>	<u>-</u>	<u>245,320.96</u>	<u>-</u>	<u>-</u>	<u>-</u>
Support services:						
Salaries of program directors					120,010.98	
Salaries supervisors of instruction	16,129.00		16,129.00			
Salaries of other professional staff	62,939.00		62,939.00			
Personal services- employee benefits	125,643.96		125,643.96		43,816.03	
Purchased professional educational service	17,510.50	720.34	18,230.84	1,513.00	624.54	
Purchased professional and technical services						
Other purchased services	11,194.89		11,194.89			
Travel	2,251.61		2,251.61			
Supplies and materials	22,669.65		22,669.65		11,650.88	12,773.29
Other objects	4,971.06		4,971.06		2,482.00	
Total support services	<u>263,309.67</u>	<u>720.34</u>	<u>264,030.01</u>	<u>1,513.00</u>	<u>178,584.43</u>	<u>12,773.29</u>
Total expenditures	<u>\$ 508,630.63</u>	<u>720.34</u>	<u>509,350.97</u>	<u>1,513.00</u>	<u>178,584.43</u>	<u>12,773.29</u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenue and Expenditures
Budgetary Basis
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Title II Part A	Title II Part A Carryover	New Jersey Fresh Fruit & Vegetables	IDEA B Basic	IDEA B Basic Carryover	IDEA B Preschool	Total Federal Funds
REVENUES:							
State Sources	-	-	-	-	-	-	-
Federal Sources	24,475.00	2,654.26	8,938.50	89,569.00	-	814.00	319,321.48
Local Sources	-	-	-	-	-	-	-
Total revenues	24,475.00	2,654.26	8,938.50	89,569.00	-	814.00	319,321.48
EXPENDITURES:							
Instruction:							
Salaries of teachers	-	-	-	-	-	-	-
Other salaries of instruction	-	-	-	-	-	-	-
Other purchased services	-	-	-	-	-	-	-
Supplies and materials	-	-	-	-	-	-	-
Total instruction	-	-	-	-	-	-	-
Support services:							
Salaries of program directors	-	-	-	-	-	-	120,010.98
Salaries supervisors of instruction	-	-	-	-	-	-	-
Salaries of other professional staff	3,395.00	-	-	-	-	-	3,395.00
Personal services- employee benefits	-	-	-	-	-	-	43,816.03
Purchased professional educational service	17,940.95	2,654.26	-	89,569.00	-	814.00	113,115.75
Purchased professional and technical services	-	-	-	-	-	-	-
Other purchased services	-	-	1,350.00	-	-	-	1,350.00
Travel	-	-	-	-	-	-	-
Supplies and materials	1,139.05	-	7,588.50	-	-	-	33,151.72
Other objects	2,000.00	-	-	-	-	-	4,482.00
Total support services	24,475.00	2,654.26	8,938.50	89,569.00	-	814.00	319,321.48
Total expenditures	24,475.00	2,654.26	8,938.50	89,569.00	-	814.00	319,321.48

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenue and Expenditures
Budgetary Basis
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Sam Azeez Grant	NUSBA-IG Safety Grant	Walk for Autism	Total All Other Funds	Totals
REVENUES:					
State Sources	-	-	-	-	509,350.97
Federal Sources	10,000.00	1,881.76	2,960.59	14,842.35	319,321.48
Local Sources	10,000.00	1,881.76	2,960.59	14,842.35	14,842.35
Total revenues					843,514.80
EXPENDITURES:					
Instruction:					
Salaries of teachers					196,294.50
Other salaries of instruction					45,117.30
Other purchased services					-
Supplies and materials					3,909.16
Total instruction					245,320.96
Support services:					
Salaries of program directors					120,010.98
Salaries supervisors of instruction					16,129.00
Salaries of other professional staff					66,334.00
Personal services- employee benefits					169,459.99
Purchased professional educational service		1,881.76		1,881.76	133,228.35
Purchased professional and technical services					-
Other purchased services					12,544.89
Travel					2,251.61
Supplies and materials	10,000.00		2,960.59	12,960.59	68,781.96
Other objects					9,453.06
Total support services					598,193.84
Total expenditures					843,514.80

**BOROUGH OF WOODBINE SCHOOL DISTRICT
 Special Revenue Fund
 Statement of Preschool Education Aid
 Budgetary Basis
 For the Fiscal Year Ended June 30, 2015**

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 204,612.00	196,294.50	8,317.50
Other Salaries for Instruction	49,385.77	45,117.30	4,268.47
General Supplies	<u>5,613.50</u>	<u>3,909.16</u>	<u>1,704.34</u>
Total instruction	<u>259,611.27</u>	<u>245,320.96</u>	<u>14,290.31</u>
Support services:			
Salaries of Supervisors of Instruction	16,129.00	16,129.00	-
Salaries of Program Directors			-
Salaries of Other Professional Staff	62,939.00	62,939.00	-
Personal Services - Employee Benefits	126,669.50	125,643.96	1,025.54
Purchased Professional Educational Services	18,230.84	18,230.84	-
Purchased Professional and Technical Services	11,194.89	11,194.89	-
Travel	2,900.00	2,251.61	648.39
Supplies and Materials	26,625.89	22,669.65	3,956.24
Other Objects	<u>6,971.95</u>	<u>4,971.06</u>	<u>2,000.89</u>
Total support services	<u>271,661.07</u>	<u>264,030.01</u>	<u>7,631.06</u>
Total expenditures	<u>\$ 531,272.34</u>	<u>509,350.97</u>	<u>21,921.37</u>

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2014-15 Preschool Education Aid Allocation	\$ 530,552.00
Add: Actual PEA Carryover (June 30, 2014)	720.34
Add: Budgeted Transfer from the General Fund 2014-15	-
Total Preschol Education Aid Funds Available for 2014-15 Budget	<u>531,272.34</u>
Less: 2014-15 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(531,272.34)</u>
Available & Unbudgeted Preschool Education Funds as of June 30, 2015	-
Add: June 30, 2015 Unexpended Preschool Education Aid	<u>21,921.37</u>
2014-15 Carryover - Preschool Education Aid Programs	<u>21,921.37</u>
2014-15 Preschool Education Aid Carryover Budgeted for Preschool Porgrams in 2015-2016	<u>\$ -</u>

CAPITAL PROJECTS FUND

Capital Projects funds are used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Project Expenditures
For the Fiscal Year Ended June 30, 2015

Project Title/Issue	Original Date	Appropriations	Expenditures to Date		Unexpended Balance June 30, 2014
			Prior Years	Current Year	
Renovations to Gymnasium	Feb-04	\$ 2,021,544.00	2,021,544.00	-	-
Renovations to the Library/Media Center	Feb-04	1,524,473.00	1,524,473.00	-	-
Various Improvements & Renovations Including Solar Panels	Dec-09	3,682,000.00	3,680,211.00	-	1,789.00
Building Upgrades and Boiler Project	Dec-09	527,813.00	527,813.00	-	-
Building Upgrades and Boiler Project	Dec-09	925,692.00	986,688.81	-	(60,996.81)
		<u>\$ 8,681,522.00</u>	<u>8,740,729.81</u>	<u>-</u>	<u>(59,207.81)</u>

BOROUGH OF WOODBINE 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	
State Sources	
School Construction Corporation Grant	\$ -
Federal Sources	
Small Cities Public Facilities Grant	-
Borough Portion	-
Miscellaneous	0.65
	0.65
Total revenue	0.65
Expenditures and Other Financing Uses	
Purchased professional and technical services	-
Land and improvements	-
Construction Services	-
Legal Services	-
Other Objects	-
	-
Total expenditures	-
Deficiency of revenues over expenditures	0.65
Other Financing Sources/(Uses)	
Transfers out	
Fund balance - beginning	(59,207.81)
	(59,207.81)
Fund balance - ending	\$ (59,207.16)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance
and Project Status - Budgetary Basis
Renovations to Gymnasium
From Inception and for the Year Ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources				
School Construction Corporation Grant	\$ 727,112.00	-	727,112.00	727,112.00
Federal sources				
Small Cities Public Facilities Grant	291,325.00		291,325.00	400,000.00
Bond proceeds and transfers				
Borough of Woodbine	1,003,107.00		1,003,107.00	1,003,107.00
Total revenue	2,021,544.00	-	2,021,544.00	2,130,219.00
Expenditures and Other Financing Use:				
Purchased professional and technical services:				
Land and improvements	134,966.00		134,966.00	134,966.00
Construction services	1,885,840.00		1,885,840.00	1,885,840.00
Equipment purchases			-	
Total expenditures	2,020,806.00	-	2,020,806.00	2,020,806.00
Excess of revenues over expenditures	738.00	-	738.00	109,413.00
Other Financing Sources (Uses):				
Transfer Out	(738.00)		(738.00)	(738.00)
Total Other Financing Sources (Uses)	(738.00)	-	(738.00)	(738.00)
Net Project	\$ -	-	-	108,675.00

Additional project information:

Project number	N/A
Grant date	2/4/04
Bond authorization date	N/A
Bond authorized	N/A
Bonds issued	N/A
Original authorized cos	1,978,162
Additional authorized cos	152,057
Revised authorized cos	2,130,219
Percentage increase over original cos	8%
Percentage completion	100%
Original target completion date	12/31/04
Revised target completion date	9/1/07

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Renovations to Library/Media Center
From Inception and for the Year Ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources				
School Construction Corporation Grant	\$ 501,033.00	-	501,033.00	501,033.00
Federal sources				
Small Cities Public Facilities Grant	349,993.00		349,993.00	349,993.00
Bond proceeds and transfers				
Borough of Woodbine	673,447.00		673,447.00	673,447.00
Total revenue	1,524,473.00	-	1,524,473.00	1,524,473.00
Expenditures and Other Financing Uses				
Purchased professional and technical services	85,585.00		85,585.00	85,585.00
Land and improvements			-	-
Construction services	1,438,888.00		1,438,888.00	1,438,888.00
Equipment purchases			-	-
Total expenditures	1,524,473.00	-	1,524,473.00	1,524,473.00
Excess of revenues over expenditures	-	-	-	-
Other Financing Sources (Uses)				
Transfer Out			-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Project	\$ -	-	-	-

Additional project information:

Project number	N/A
Grant date	2/4/04
Bond authorization date	N/A
Bond authorized	N/A
Bonds issued	N/A
Original authorized cost	1,003,430
Additional authorized cost	571,050
Revised authorized cost	1,574,480
Percentage increase over original cost	36%
Percentage completion	100%
Original target completion date	12/31/04
Revised target completion date	9/1/07

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Various Improvements & Renovations Including Solar Panels
From Inception and for the Year Ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources				
School Construction Corporation Grant	\$ -	-	-	-
Federal sources				
Small Cities Public Facilities Grant			-	
Bond proceeds and transfers				
Borough of Woodbine	3,682,000.00		3,682,000.00	3,682,000.00
Miscellaneous	-		-	
Total revenue	<u>3,682,000.00</u>	<u>-</u>	<u>3,682,000.00</u>	<u>3,682,000.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	233,056.00		233,056.00	367,175.00
Land and improvements			-	
Construction services	3,325,730.00		3,325,730.00	3,212,051.00
Legal Services	21,588.00		21,588.00	22,921.00
Other Objects	48,862.00		48,862.00	79,853.00
Transfer to Debt Service	50,975.00		50,975.00	-
Total expenditures	<u>3,680,211.00</u>	<u>-</u>	<u>3,680,211.00</u>	<u>3,682,000.00</u>
Excess of revenues over expenditures	<u>\$ 1,789.00</u>	<u>-</u>	<u>1,789.00</u>	<u>-</u>

Additional project information:

Project number	N/A
Grant date	N/A
Bond authorization date	12/8/2009
Bond authorized	3,682,000
Bonds issued	3,682,000
Original authorized cost	3,682,000
Additional authorized cost	-
Revised authorized cost	3,682,000
Percentage increase over original cost	0%
Percentage completion	100%
Original target completion date	
Revised target completion date	

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Building Upgrades and Boiler Project
From Inception and for the Year Ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources				
School Construction Corporation Grant	\$ 307,536.00	-	307,536.00	307,536.00
Federal sources				
Small Cities Public Facilities Grant	220,277.00		220,277.00	220,277.00
Bond proceeds and transfers				
Borough of Woodbine			-	
Miscellaneous			-	
Total revenue	<u>527,813.00</u>	<u>-</u>	<u>527,813.00</u>	<u>527,813.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	25,116.00		25,116.00	33,264.00
Land and improvements			-	
Construction services	487,841.00		487,841.00	476,399.00
Legal Services	1,250.00		1,250.00	2,459.00
Other Objects	13,606.00		13,606.00	15,691.00
Total expenditures	<u>527,813.00</u>	<u>-</u>	<u>527,813.00</u>	<u>527,813.00</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

Additional project information:

Project number	5840-050-09-2001-G02B
Grant date	12/8/2009
Bond authorization date	N/A
Bond authorized	N/A
Bonds issued	N/A
Original authorized cost	527,813
Additional authorized cost	-
Revised authorized cost	527,813
Percentage increase over original cost	0%
Percentage completion	100%
Original target completion date	
Revised target completion date	

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Building Upgrades and Boiler Project
From Inception and for the Year Ended June 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources				
School Construction Corporation Grant	\$ 561,991.00		561,991.00	561,991.00
Federal sources				
Small Cities Public Facilities Grant	335,911.00		335,911.00	335,911.00
Other	15,207.00		15,207.00	15,207.00
Borough of Woodbine			-	
Miscellaneous	12,583.00	0.65	12,583.65	12,583.00
Total revenue	<u>925,692.00</u>	<u>0.65</u>	<u>925,692.65</u>	<u>925,692.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	51,210.00		51,210.00	51,210.00
Land and improvements			-	
Construction services	858,788.00		858,788.00	840,000.00
Legal Services	37,293.81		37,293.81	32,000.00
Other Objects	39,397.00		39,397.00	2,482.00
Total expenditures	<u>986,688.81</u>	<u>-</u>	<u>986,688.81</u>	<u>925,692.00</u>
Excess of revenues over expenditures	<u>\$ (60,996.81)</u>	<u>0.65</u>	<u>(60,996.16)</u>	<u>-</u>

Additional project information:

Project number	5840-050-09-3000
Grant date	
Bond authorization date	N/A
Bond authorized	N/A
Bonds issued	N/A
Original authorized cost	3,057,476
Additional authorized cost	-
Revised authorized cost	3,057,476
Percentage increase over original cost	0%
Percentage completion	107%
Original target completion date	
Revised target completion date	

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

PROPRIETARY FUNDS

Enterprise 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 Service Fund - This fund provides for the food service operations for students in a the school district.

School Store - This fund provdes for the operations of the school store.

Latchkey Fund - This fund provides for the operations of the child care program offered by the District.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Non-major Enterprise Funds
Combining Statement of Net Position
June 30, 2015

	Food Service	School Store	Latchkey	Total
ASSETS:				
Cash and cash equivalents		722.16	8,156.44	8,878.60
Accounts Receivable:				
State	176.73			176.73
Federal	9,844.67			9,844.67
Other	13,650.88			13,650.88
Inventories	5,621.33	974.25		6,595.58
Total Current Assets	<u>29,293.61</u>	<u>1,696.41</u>	<u>8,156.44</u>	<u>39,146.46</u>
Fixed Assets:				
Equipment	194,510.72	840.00		195,350.72
Accumulated depreciation	(51,013.49)			(51,013.49)
Total fixed assets	<u>143,497.23</u>	<u>840.00</u>	<u>-</u>	<u>144,337.23</u>
Total assets	<u>172,790.84</u>	<u>2,536.41</u>	<u>8,156.44</u>	<u>183,483.69</u>
LIABILITIES AND NET POSITION				
Current liabilities:				
Accounts payable	-			-
Other current liabilities	384.26			384.26
Interfund payable	38,125.42		13,594.34	51,719.76
Total current liabilities	<u>38,509.68</u>	<u>-</u>	<u>13,594.34</u>	<u>52,104.02</u>
Total Liabilities	<u>38,509.68</u>	<u>-</u>	<u>13,594.34</u>	<u>52,104.02</u>
Net Position:				
Invested in Capital - net of related debt	143,497.23			143,497.23
Unrestricted	(9,216.07)	2,536.41	(5,437.90)	(12,117.56)
Total Net Position	<u>134,281.16</u>	<u>2,536.41</u>	<u>(5,437.90)</u>	<u>131,379.67</u>
Total liabilities and net position	<u>\$ 172,790.84</u>	<u>2,536.41</u>	<u>8,156.44</u>	<u>183,483.69</u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Non-major Enterprise Funds
Combining Statement of Revenues, Expenses
and Changes in Fund Net Position
For the Fiscal Year ended June 30, 2015

	Food Service	School Store	Latchkey	Total
OPERATING REVENUES:				
Local Sources:				
Daily sales	\$ 17,389.01			17,389.01
Special Functions	12,439.33			12,439.33
School Store Sales		87.26		87.26
Latchkey program revenue			6,875.96	6,875.96
Miscellaneous				-
Total Operating Revenues	29,828.34	87.26	6,875.96	36,791.56
OPERATING EXPENSES:				
Salaries	58,567.07		7,824.00	66,391.07
Employee Benefits	2,121.98			2,121.98
Supplies & Materials	7,685.86	30.01		7,715.87
Direct Expenses	7,210.79			7,210.79
Management Fee	16,199.82			16,199.82
Miscellaneous	100.00			100.00
Cost of sales	85,224.49	91.02		85,315.51
Depreciation	13,983.24			13,983.24
Total operating expenses	191,093.25	121.03	7,824.00	199,038.28
Operating (loss)	(161,264.91)	(33.77)	(948.04)	(162,246.72)
Nonoperating revenues:				
Local sources				
Local grant program				-
State sources				
State school lunch program	1,704.77			1,704.77
Federal sources				
National school lunch program	80,034.21			80,034.21
National school breakfast program	45,813.65			45,813.65
School snack program	1,298.88			1,298.88
Food Distribution program	12,270.75			12,270.75
Interest	5.42	0.32	3.38	9.12
Total nonoperating revenues	141,127.68	0.32	3.38	141,131.38
Net (loss)	(20,137.23)	(33.45)	(944.66)	(21,115.34)
Other Financing Sources/(Uses)				
Cancellation of prior year payables				-
Operating Transfer - General Fund				-
Total net position (deficit)—beginning	154,418.39	2,569.86	(4,493.24)	152,495.01
Total net position—ending	\$ 134,281.16	2,536.41	(5,437.90)	131,379.67

BOROUGH OF WOODBINE SCHOOL DISTRICT
Combining Statement of Cash Flows
Non-major Enterprise Funds
For the Fiscal Year ended June 30, 2015

G-3

	Food Service	School Store	Latchkey	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 16,177.46	87.26	6,875.96	23,140.68
Payments to employees	-		(7,824.00)	(7,824.00)
Payments to suppliers	(172,293.30)	(227.01)	-	(172,520.31)
Net cash (used) by operating activities	(156,115.84)	(139.75)	(948.04)	(157,203.63)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Local, State and federal reimbursements	130,418.54			130,418.54
Transfers (to)/from other funds	13,168.73			13,168.73
Operating subsidies and transfers from other funds	-			-
Net cash provided by noncapital financing activities	143,587.27	-	-	143,587.27
Cash flows from investing activities:				
Interest	5.42	0.32	3.38	9.12
Net cash provided by investing activities	5.42	0.32	3.38	9.12
Net increase/(decrease) in cash and cash equivalents	(12,523.15)	(139.43)	(944.66)	(13,607.24)
Cash and cash equivalents, July 1	12,523.15	861.59	9,100.76	22,485.50
Cash and cash equivalents, June 30	0.00	722.16	8,156.10	8,878.26
Reconciliation of operating income (loss) to net cash provided				
(used) by operating activities:				
Operating profit/(loss)	(161,264.91)	(33.77)	(948.04)	(162,246.72)
Adjustments to reconcile operating profit/(loss) to net cash provided by/				
(used for) operating activities				
Depreciation and net amortization	13,983.24			13,983.24
Federal commodities	12,270.75			12,270.75
(Increase) in receivables	(13,650.88)			(13,650.88)
Decrease(increase) in inventories	3,606.37	(105.98)		3,500.39
Increase in other liabilities	384.26			384.26
(Decrease) in accounts payable	(11,444.67)			(11,444.67)
Total adjustments	5,149.07	(105.98)	-	5,043.09
Net cash provided by/(used for) operating activities	\$ (156,115.84)	(139.75)	(948.04)	(157,203.63)

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

FIDUCIARY FUNDS

Trust funds are used to account for gifts and bequests to the school district for a specific purpose.

Scholarship Trust Fund -

This is an expendable trust fund used to pay scholarships for students of the District.

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.

Agency Funds -

This agency funds are used to account for the payroll transactions of the school district and student activity funds

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT
Fiduciary Fund
Combining Statement of Fiduciary Net Assets
June 30, 2015

H-1

	Expendable Trust		Agency	
	Scholarship	Student Activity	Payroll	Total
ASSETS:				
Cash and cash equivalents	\$ 9,266.16	621.45	2,655.81	12,543.42
Interfund receivable		69.95		69.95
Total Assets	9,266.16	691.40	2,655.81	12,613.37
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Interfund payable			2,230.37	2,230.37
Summer Reserve		-	425.44	425.44
Due to student groups		691.40		691.40
Total Liabilities	-	691.40	2,655.81	3,347.21
Equity:				
Net Assets				
Reserved - Expendable Trust	9,266.16			9,266.16
Total fund balances	9,266.16	-	-	9,266.16
Total liabilities and fund balances	\$ 9,266.16	691.40	2,655.81	12,613.37

BOROUGH OF WOODBINE SCHOOL DISTRICT
Student Activity Agency Fund
Statement of Changes in Assets and Liabilities
for the Fiscal Year ended June 30, 2015

H-2

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
ASSETS:				
Cash and cash equivalents	\$ 981.94	3,762.64	4,123.13	621.45
Due from General Fund		69.95		69.95
Total assets	<u>981.94</u>	<u>3,832.59</u>	<u>4,123.13</u>	<u>691.40</u>
LIABILITIES:				
Due to Student groups	981.94	3,832.59	4,123.13	691.40
Total liabilities	<u>\$ 981.94</u>	<u>3,832.59</u>	<u>4,123.13</u>	<u>691.40</u>

-

BOROUGH OF WOODBINE SCHOOL DISTRICT
Scholarship Expendable Trust Fund
Statement of Revenues, Expenditures
and Changes in Fund Balances
for the Fiscal Year ended June 30,

H-3

2015

OPERATING REVENUES:

Local sources:	
Donations	\$ 3,754.00
Interest	<u>2.57</u>
Total operating revenues	<u>3,756.57</u>

OPERATING EXPENSES:

Scholarship payments	<u>314.45</u>
Total operating expenses	<u>314.45</u>
Net Income	3,442.12
Fund balances, July 1	<u>5,824.04</u>
Fund balances, June 30	<u><u>\$ 9,266.16</u></u>

BOROUGH OF WOODBINE SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year ended June 30, 2015

H-4

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
ASSETS:				
Cash and cash equivalents	\$ 139.70	2,735,599.19	2,733,083.08	2,655.81
Total assets	<u>139.70</u>	<u>2,735,599.19</u>	<u>2,733,083.08</u>	<u>2,655.81</u>
LIABILITIES:				
Payroll deductions and withholdings	-	1,187,314.17	1,187,314.17	-
Net Payroll	-	1,411,403.12	1,411,403.12	-
Summer Reserve	2.95	134,788.28	134,365.79	425.44
Interfund payable	136.75	2,093.62		2,230.37
Total liabilities	<u>\$ 139.70</u>	<u>2,735,599.19</u>	<u>2,733,083.08</u>	<u>2,655.81</u>

LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE SCHOOL DISTRICT

I-1

Long-Term Debt
Schedule of Serial Bonds
June 30, 2015

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance July 1, 2014	Issued	Retired	Balance June 30, 2015
Renovations Project	8/12/10	3,682,000	3/1/16	215,000	3.000%	\$3,132,000.00		205,000.00	2,927,000.00
			3/1/17	220,000	3.000%				
			3/1/18	230,000	3.000%				
			3/1/19	245,000	3.000%				
			3/1/20	255,000	3.000%				
			3/1/21	260,000	3.000%				
			3/1/22	272,000	3.125%				
			3/1/23	295,000	3.250%				
			3/1/24	305,000	3.375%				
			3/1/25	310,000	3.500%				
			3/1/26	320,000	3.625%				
						<u>\$3,132,000.00</u>	<u>-</u>	<u>205,000.00</u>	<u>2,927,000.00</u>

**Borough of Woodbine 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:					
Tax Levy	\$ 125,130.00	-	125,130.00	125,130.00	-
Miscellaneous	16,481.00	-	16,481.00	16,481.00	-
	141,611.00	-	141,611.00	141,611.00	-
State Sources:					
Debt Service Aid Type II	150,922.00	-	150,922.00	150,922.00	-
Total - State Sources	150,922.00	-	150,922.00	150,922.00	-
Total Revenues	292,533.00	-	292,533.00	292,533.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest	99,731.00	-	99,731.00	99,731.26	(0.26)
Redemption of Principal	205,000.00	-	205,000.00	205,000.00	-
Total Regular Debt Service	304,731.00	-	304,731.00	304,731.26	(0.26)
Total expenditures	304,731.00	-	304,731.00	304,731.26	(0.26)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,198.00)	-	(12,198.00)	(12,198.26)	(0.26)
Other Financing Sources:					
Other financing source (use)					
Transfers in					-
Cancellation of interfund					-
Cancellation of prior year receivable					-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(12,198.00)	-	(12,198.00)	(12,198.26)	(0.26)
Fund Balance, July 1	12,197.84	-	12,197.84	12,197.84	-
Fund Balance, June 30	(0.16)	-	(0.16)	(0.42)	(0.26)
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	\$ (12,198.00)	-	(12,198.00)	(12,198.26)	(0.26)

Statistical Section

Governmental Accounting Standards Board (GASB) requires 10 years of statistical information to be included in the CAFR. However, due to the change in the statistical requirements, information was unavailable for all 10 years.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BOROUGH OF WOODBINE BOARD OF EDUCATION
Net Position by Component,
Last Ten Fiscal Years
Unaudited

	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	271,484.00	2,949,136.00	3,582,220.00	3,548,276.00	3,711,459.75	3,172,299.12	3,803,648.00	3,295,230.00	3,219,855.89	3,154,581.53
Restricted	(188,143.00)	(164,681.00)	(164,777.00)	105,979.73	66,334.56	742,489.75	231,298.00	(51,159.00)	(57,757.69)	(57,757.04)
Unrestricted	83,341.00	2,784,455.00	3,417,443.00	(378,571.00)	(470,220.90)	(402,339.41)	(689,541.00)	(1,192,332.00)	(1,347,023.34)	(1,662,827.11)
Total governmental activities net position										
				3,275,683.83	3,307,573.41	3,512,449.46	3,345,405.00	2,051,739.00	1,815,074.86	1,443,997.38
Business-type activities										
Invested in capital assets, net of related debt	-	(63.00)	(76.00)	(495.98)	7,887.73	16,452.40	17,841.00	172,304.00	144,337.23	144,337.23
Restricted	(10,348.00)	1,508.00	(30,871.00)	(24,624.25)	(68,657.66)	(90,328.18)	(46,063.00)	(12,506.00)	(12,957.56)	(12,957.56)
Unrestricted	(10,348.00)	1,445.00	(30,947.00)	(25,120.23)	(50,769.93)	(73,875.78)	(28,222.00)	159,798.00	131,379.67	131,379.67
Total business-type activities net position										
District-wide										
Invested in capital assets, net of related debt	271,484.00	2,949,073.00	3,582,144.00	3,547,780.02	3,719,347.48	3,188,751.52	3,821,489.00	3,467,534.00	3,364,193.12	3,296,918.76
Restricted	(188,491.00)	(163,173.00)	(195,648.00)	105,979.73	66,334.56	742,489.75	231,298.00	(51,159.00)	(57,757.69)	(57,757.04)
Unrestricted	72,993.00	2,785,900.00	3,386,496.00	(403,196.15)	(528,878.56)	(492,667.59)	(735,604.00)	(1,204,838.00)	(1,359,980.90)	(1,665,784.67)
Total district net position										
				3,250,563.80	3,256,803.48	3,438,573.68	3,317,183.00	2,211,537.00	1,946,454.53	1,575,377.05

* Net position was restated as of June 30, 2014 as required by implementation of GASB 68.

Source: CAFR Schedule A-1

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Net Position,
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities:										
Instruction:										
Regular	1,274,958.00	1,403,787.00	1,556,440.00	1,199,047.82	1,139,227.63	1,165,264.25	1,568,939.00	1,897,102.00	1,659,491.10	1,882,798.52
Special education	373,430.00	335,121.00	300,038.00	740,378.07	900,194.15	954,053.10	281,901.00	489,003.00	335,662.45	444,434.27
Other instruction	58,797.00	57,617.00	64,015.00	125,029.58	140,352.04	154,395.17	297,514.00	198,944.00	106,866.06	37,471.12
Support Services:										
Tuition	1,435,739.00	1,583,828.00	1,614,922.00	1,326,866.72	1,434,282.79	1,353,274.81	1,749,250.00	1,925,864.00	1,696,008.52	1,412,239.89
Student & instruction related services	206,561.00	366,775.00	395,127.00	872,453.84	892,445.19	973,631.01	766,941.00	640,565.00	751,002.60	812,428.44
General administrative services	192,968.00	127,084.00	315,888.00	293,213.63	255,227.41	276,476.04	332,223.00	319,263.00	363,117.54	511,717.56
School administrative services	290,014.00	298,419.00	100,377.00	69,270.73	72,425.02	74,123.54	208,911.00	308,932.00	247,884.31	297,503.16
Business administrative services	265,466.00	259,127.00	358,544.00	301,633.42	292,940.57	259,749.16	269,456.00	324,068.00	312,446.78	341,769.97
Plant operations and maintenance	351,816.00	406,123.00	401,032.00	324,007.74	363,671.17	241,476.37	338,845.00	319,281.00	285,752.78	396,631.14
Pupil transportation										
Unallocated Capital Outlay										
Unallocated capital outlay										
Interest on long-term debt										
Total governmental activities expenses	4,449,749.00	4,838,481.00	5,106,383.00	5,251,901.55	5,490,765.97	5,452,443.45	6,091,152.00	6,340,932.00	5,886,798.21	6,251,061.14
Business-type activities:										
Food services	160,609.00	169,807.00	185,124.00	182,891.31	202,338.80	173,206.65	159,107.00	171,784.00	186,584.37	191,093.25
School Store										
Latchkey	13,729.00	5,316.00	8,187.00	8,202.68	6,516.32	8,555.60	8,467.00	8,163.00	6,757.00	7,824.00
Total business-type activities expenses	174,338.00	175,123.00	193,311.00	191,093.99	208,855.12	181,762.25	167,574.00	180,192.00	193,341.37	198,917.25
Total district expenses	4,624,087.00	5,013,604.00	5,299,694.00	5,442,995.54	5,699,621.09	5,634,205.70	6,258,726.00	6,521,124.00	6,080,139.58	6,449,978.39
Program Revenues										
Governmental activities:										
Operating grants and contributions	1,004,180.00	1,251,506.00	1,215,183.00	772,263.57	937,699.59	951,074.60	898,626.00	826,029.00	827,356.37	1,179,783.18
Capital grants and contributions	49,184.00	2,717,860.00		1,128,493.78		1,128,493.78				
Total governmental activities program revenues	1,053,344.00	3,969,366.00	1,215,183.00	772,263.57	937,699.59	2,079,568.38	898,626.00	826,029.00	827,356.37	1,179,783.18
Business-type activities:										
Charges for services:										
Food service	37,043.00	31,353.00	42,241.00	43,630.45	48,829.79	28,117.53	40,594.00	31,047.00	29,651.59	29,828.34
School Store										
Latchkey	10,680.00	3,679.00	6,300.00	4,772.59	5,709.03	9,239.25	7,520.00	6,695.00	7,998.76	6,875.96
Operating grants and contributions	128,799.00	137,703.00	112,129.00	117,513.46	128,560.66	105,322.10	115,559.00	140,559.00	147,527.06	141,122.26
Total business-type activities program revenue	176,522.00	172,735.00	160,670.00	165,915.50	183,089.48	142,878.88	163,673.00	178,608.00	185,177.41	177,826.56
Total district program revenue	1,229,866.00	4,142,101.00	1,375,853.00	938,180.07	1,120,789.07	2,222,447.26	1,062,299.00	1,004,637.00	1,012,533.78	1,357,609.74
Net (Expense)/Revenue										
Governmental activities	(3,396,405.00)	(869,115.00)	(3,891,200.00)	(4,479,637.98)	(4,563,066.38)	(3,372,875.07)	(5,192,526.00)	(5,514,903.00)	(5,059,441.84)	(5,071,277.96)
Business-type activities	2,184.00	(2,386.00)	(32,641.00)	(25,177.49)	(25,755.64)	(39,083.37)	(3,901.00)	(1,584.00)	(8,163.96)	(21,090.69)
Total district-wide net expense	(3,394,221.00)	(871,503.00)	(3,923,841.00)	(4,504,815.47)	(4,578,822.02)	(3,411,958.44)	(5,196,427.00)	(5,516,487.00)	(5,067,605.80)	(5,092,368.65)

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Net Position,
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	936,000.00	1,018,600.00	1,110,047.00	1,224,753.00	1,279,075.00	1,284,516.00	1,284,516.00	1,335,896.00	1,369,809.00	1,444,527.00
Property taxes levied for debt service	2,586,133.00	2,553,572.00	2,836,801.00	3,122,039.45	3,302,322.63	3,219,153.00	3,213,645.00	3,255,480.00	3,245,258.97	3,331,013.11
Unrestricted grants and contributions	22,251.00	11,410.00	519,755.00	30,652.25	3,558.33	57,611.98	407,109.00	146,663.00	148,867.00	150,922.00
Federal and State Aid Restricted for a Specific Purpose		(13,353.00)	57,585.00	(30,754.00)		(16,737.86)	169,741.00	107,989.00	77,448.21	116,659.89
Miscellaneous income	3,544,384.00	3,570,223.00	4,524,188.00	4,346,690.70	4,584,955.96	4,544,543.12	5,025,482.00	4,687,024.00	4,841,383.18	5,043,122.00
Transfers										
Total governmental activities	542.00	828.00	249.00	250.26	105.04	39.66	25.00	4.00	4.77	9.12
Business-type activities:										
Investment earnings		13,353.00		30,754.00		15,937.86	49,529.00	21,995.00		
Transfers	542.00	14,181.00	249.00	31,004.26	105.94	15,977.52	49,554.00	21,999.00	4.77	9.12
Total business-type activities	3,544,926.00	3,584,410.00	4,524,437.00	4,377,694.96	4,585,061.90	4,560,520.64	5,075,036.00	4,709,023.00	4,841,387.95	5,043,131.12
Total district-wide										
Changes in Net Position	147,979.00	2,701,114.00	632,988.00	(132,947.28)	31,889.58	1,171,668.05	(167,044.00)	(827,879.00)	(218,058.66)	(28,155.96)
Governmental activities	2,726.00	11,793.00	(32,392.00)	5,626.77	(25,649.70)	(23,105.85)	45,653.00	20,415.00	(8,159.19)	(21,081.57)
Business-type activities	150,705.00	2,712,907.00	600,596.00	(127,120.51)	6,239.88	1,148,562.20	(121,391.00)	(807,464.00)	(226,217.85)	(49,237.53)
Total district										

Source: CAFR Schedule A-2

BOROUGH OF WOODBINE BOARD OF EDUCATION
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Restricted										
Committed										
Assigned										
Unassigned										
Reserved	103,716.00	155,187.00	117,490.00	136,369.29	159,231.00	(231,610.57)	(421,219.00)	(977,122.00)	(995,547.14)	(794,302.21)
Unreserved	(153,767.00)	(174,543.00)	(92,218.00)	(190,459.40)	(275,124.33)					
Total general fund	(50,051.00)	(19,356.00)	25,272.00	(54,090.11)	(115,893.33)	(231,610.57)	(421,219.00)	(977,122.00)	(995,547.14)	(794,302.21)
All Other Governmental Funds										
Restricted										
Capital Projects Fund										
Reserved	18,535.00	-	-	-	-	789,178.75	231,298.00	(51,159.00)	(57,757.69)	(57,757.04)
Unreserved, reported in:										
Special revenue fund	(14,282.00)	(14,282.00)	(19,614.00)	(31,128.00)	(31,254.00)	(45,839.00)	(45,839.00)	(48,035.00)	(53,055.00)	(53,055.00)
Capital projects fund	(18,306.00)	20,631.00	738.00	738.44	(61,642.44)					
Debt service fund							10.00	12,198.00	12,197.84	(0.42)
Total all other governmental funds	(14,053.00)	6,349.00	(18,876.00)	(30,389.56)	(92,896.44)	743,339.75	185,469.00	(86,996.00)	(86,614.85)	(110,812.46)

Source: CAFR Schedule B-1

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Tax Levy	936,000.00	1,018,600.00	1,110,047.00	1,224,753.00	1,279,075.00	1,284,516.00	1,284,516.00	1,433,164.00	1,521,514.00	1,569,657.00
Miscellaneous	22,251.00	11,410.00	57,585.00	30,652.25	3,558.33	57,611.98	47,065.00	47,605.00	77,439.25	100,178.89
Local Sources	70,043.00	1,002,298.00	532,274.00	10,544.12	15,902.80	14,990.46	140,818.00	86,189.00	14,829.10	31,323.35
State sources	3,117,797.00	4,243,901.00	3,637,953.00	3,446,088.45	3,210,019.33	4,222,568.31	3,980,249.00	3,883,219.00	3,922,247.55	3,983,121.75
Federal sources	451,637.00	1,276,739.00	401,512.00	437,670.45	1,014,100.09	1,061,162.61	520,989.00	319,148.00	279,394.65	317,763.19
Total revenue	4,597,728.00	7,552,948.00	5,739,371.00	5,149,708.27	5,522,655.55	6,640,849.36	5,973,637.00	5,769,325.00	5,815,424.55	6,002,044.18
Expenditures										
Instruction:										
Regular instruction	1,148,470.00	1,250,852.00	1,383,647.00	922,663.11	1,030,133.01	984,857.93	1,249,653.00	1,234,835.00	1,320,084.39	1,268,640.60
Special education instruction	306,649.00	269,360.00	240,392.00	563,501.47	702,938.82	700,117.99	207,839.00	330,824.00	254,424.42	277,286.50
Other instruction	48,962.00	46,876.00	52,488.00	95,159.97	104,373.89	112,301.42	269,919.00	161,536.00	81,961.00	24,665.00
Support Services:										
Tuition	1,184,390.00	1,255,854.00	1,271,183.00	1,326,866.72	1,434,282.79	1,353,274.81	1,347,094.00	1,537,728.00	1,437,707.16	1,119,474.28
Student & instruction related services	185,087.00	334,255.00	351,899.00	690,548.30	687,659.13	725,371.28	700,675.00	576,126.00	688,961.89	682,196.41
General administrative services	162,333.00	133,439.00	152,589.00	129,076.20	125,451.79	127,597.66	144,159.00	113,771.00	167,973.69	260,223.07
School administrative services	177,651.00	117,358.00	87,746.00	53,104.88	53,985.79	53,742.66	183,076.00	273,556.00	228,054.98	269,540.44
Central Services	74,949.00	106,103.00	100,585.00	109,592.44	77,275.06	94,946.45	100,867.00	101,570.00	108,022.31	105,549.04
Business administrative services										
Plant operations and maintenance	217,365.00	207,938.00	288,243.00	301,302.92	292,021.82	258,729.55	199,776.00	220,370.00	239,669.40	250,642.00
Pupil transportation	284,256.00	322,277.00	321,262.00	322,350.21	361,823.53	239,734.80	248,436.00	244,958.00	240,173.98	316,506.88
Unallocated employee benefits	633,003.00	746,728.00	764,695.00	655,318.65	700,408.48	886,127.29	921,178.00	1,071,200.00	754,869.51	917,155.38
Capital outlay	65,628.00	2,697,458.00	705,239.00	31,730.51	235,293.10	4,048,790.71	754,891.00	178,815.00	22,984.81	16,386.00
Debt service:										
Principal							170,000.00	185,000.00	195,000.00	205,000.00
Interest and other charges							174,024.00	111,132.00	105,581.26	99,731.26
Total Expenditures	4,488,743.00	7,488,498.00	5,719,968.00	5,201,215.38	5,805,647.21	9,585,592.55	6,671,587.00	6,341,421.00	5,845,468.80	5,812,996.86
Excess (Deficiency) of revenues over (under) expenditures	108,985.00	64,450.00	19,403.00	(51,507.11)	(282,991.66)	(2,944,743.19)	(697,950.00)	(572,096.00)	(30,044.25)	189,047.32
Other Financing Sources (Uses)										
Serial Bonds						3,682,000.00		(179,203.00)		
Cancellation of prior year receivables						(16,737.86)	(49,529.00)	(55,074.00)		
Cancellation of grants		(13,353.00)		(30,754.00)				(21,995.00)		
Transfers		(13,353.00)		(30,754.00)		3,665,262.14	(49,529.00)	(256,272.00)		
Total other financing sources (uses)										
Net change in fund balances	108,985.00	51,097.00	19,403.00	(82,261.11)	(282,991.66)	720,518.95	(747,479.00)	(828,368.00)	(30,044.25)	189,047.32
Debt service as a percentage of noncapital expenditures	0%	0%	0%	0%	0%	0%	6%	5%	5%	5%

Source: CAFR Schedule B-2

BOROUGH OF WOODBINE BOARD OF EDUCATION
General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
 Unaudited

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Miscellaneous</u>	<u>Totals</u>
2006	8,829.00	13,031.00	21,860.00
2007	7,310.00	4,100.00	11,410.00
2008	4,422.00	53,163.00	57,585.00
2009	564.37	30,087.88	30,652.25
2010	287.75	2,838.43	3,126.18
2011	538.17	8,829.96	9,368.13
2012	381.00	46,684.00	47,065.00
2013	620.00	20,945.00	21,565.00
2014	45.68	77,393.57	77,439.25
2015	164	100,014.58	100,178.24

Source: District Records

BOROUGH OF WOODBINE BOARD OF EDUCATION
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Regular	Q. Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2006	5,926,500	33,784,500	3,299,600	132,500	12,140,400	1,854,900	1,931,800	59,070,200	631,576	59,701,776	0.525	118,838,058
2007 - R	9,075,300	130,109,200	4,860,800	140,100	23,161,300	4,736,300	5,061,400	177,144,400	1,296,161	178,440,561	0.525	142,608,529
2008	8,754,000	130,920,600	4,860,800	140,100	23,302,300	4,763,000	5,061,400	177,802,200	1,260,222	179,062,422	0.679	167,570,389
2009	8,503,500	132,543,000	4,344,600	102,300	23,942,900	4,763,000	5,061,400	179,260,700	1,416,345	180,677,045	0.710	181,694,390
2010	8,527,100	133,733,100	3,920,400	96,000	24,124,400	4,763,000	5,061,400	180,225,400	1,401,630	181,627,030	0.704	182,376,135
2011	8,367,200	133,927,900	3,614,800	94,300	24,646,200	4,700,300	3,911,400	179,262,100	-	179,262,100	0.708	180,544,076
2012	8,020,300	132,902,600	3,624,900	101,700	24,287,400	3,700,300	3,911,400	176,548,600	1,151,120	177,699,720	0.803	193,273,968
2013	7,583,600	133,033,300	3,725,700	94,200	23,713,300	3,700,300	3,911,400	175,761,800	936,356	176,698,156	0.858	189,925,208
2014	7,769,900	132,635,800	3,753,700	100,800	23,504,200	3,499,100	3,864,400	175,127,900	866,871	175,994,771	0.888	156,280,475
2015	7,497,000	132,215,400	3,769,500	102,100	27,628,600	3,249,100	3,864,400	178,326,100	876,003	179,202,103	0.903	156,280,475

R = Revaluation

Source: County Abstract of Rates & Municipal Tax Assessor

BOROUGH OF WOODBINE BOARD OF EDUCATION
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)
Unaudited

Fiscal Year Ended June 30,	BOROUGH OF WOODBINE BOARD OF EDUCATION			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Cape May County	Municipal Local Purpose	
2006	0.525		0.525	0.416	0.409	1.350
2007	0.525		0.525	0.154	0.231	0.910
2008	0.679		0.679	0.182	0.238	1.099
2009	0.710		0.710	0.204	0.238	1.152
2010	0.704		0.704	0.215	0.237	1.156
2011	0.708		0.708	0.214	0.251	1.173
2012	0.803		0.803	0.253	0.236	1.292
2013	0.858		0.858	0.265	0.236	1.359
2014	0.888		0.888	0.227	0.235	1.350
2015	0.903		0.903	0.231	0.235	1.369

Source: District Records and Municipal Tax Collector

BOROUGH OF WOODBINE BOARD OF EDUCATION
Principal Property Tax Payers,
Current Year and Nine Years Ago
Unaudited

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Woodbine Manor Apts. LP	\$ 3,650,000	1	2.04%			
DMA Investments, LLC	3,444,000	2	1.92%			
Taxpayer #1	2,298,000	3	1.28%			
Taxpayer #2	1,418,000	4	0.79%			
SCA Serv of NJ Inc Waste Management	1,311,200	5	0.73%			
JSM Properties, LLC	1,300,000	6	0.73%			
Verizon	866,871	7	0.48%			
Star Gas Propane OP	855,100	8	0.48%			
Samuelkc, LLC	791,600	9	0.44%			
Taxpayer #3	773,800	10	0.43%			
				Information not available		
Totals	\$ 16,708,571		9.32%	\$ -		0.00%
				District Assessed Value \$ 179,202,103		

Source: District CAFR & Municipal Tax Assessor

BOROUGH OF WOODBINE BOARD OF EDUCATION
Property Tax Levies and Collections,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2006	936,000.00	936,000.00	100%	-
2007	1,018,600.00	1,018,600.00	100%	-
2008	1,110,047.00	1,110,047.00	100%	-
2009	1,224,753.00	1,224,753.00	100%	-
2010	1,279,075.00	1,279,075.00	100%	-
2011	1,284,516.00	1,284,516.00	100%	-
2012	1,335,896.00	1,335,896.00	100%	-
2013	1,433,164.00	1,433,164.00	100%	-
2014	1,521,514.00	1,521,514.00	100%	-
2015	1,569,657.00	1,569,657.00	100%	-

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

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

BOROUGH OF WOODBINE BOARD OF EDUCATION
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities				Total District	Percentage of Personal Income ^a	Per Capita
	General Obligation Bonds	Capital Leases	Net Pension Liability	Bond Anticipation Notes (BANs)			
2006					-	0.00%	-
2007		14,089.00			14,089.00	0.01%	5.62
2008		18,901.00			18,901.00	0.02%	7.58
2009		14,620.98			14,620.98	0.01%	5.85
2010		9,625.62		500,000.00	509,625.62	0.43%	206.16
2011	3,682,000.00	4,269.91		307,536.00	3,993,805.91	3.42%	1,624.16
2012	3,512,000.00	-		-	3,512,000.00	3.01%	1,428.22
2013	3,327,000.00	-		-	3,327,000.00	2.78%	1,351.34
2014	3,132,000.00	-	583,517.00	-	3,715,517.00	3.16%	1,652.81
2015	2,927,000.00	-	583,517.00	-	3,510,517.00	0.03	1,439.33

Source: District CAFR Schedules I-1, I-2

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

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

BOROUGH OF WOODBINE BOARD OF EDUCATION
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation		Net General Bonded Debt Outstanding		
	Bonds	Deductions			
2006	-	-	-	0.00%	-
2007	-	-	-	0.00%	-
2008	-	-	-	0.00%	-
2009	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2011	3,682,000	-	3,682,000	2.03%	1,489
2012	3,512,000	-	3,512,000	1.96%	1,428
2013	3,327,000	-	3,327,000	1.87%	1,353
2014	3,132,000	-	3,132,000	1.77%	1,272
2015	2,927,000	-	2,927,000	1.66%	1,302

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

a See Exhibit NJ J-6 for property tax data.

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

BOROUGH OF WOODBINE BOARD OF EDUCATION
Direct and Overlapping Governmental Activities Debt,
As of June 30, 2015
Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Borough of Woodbine - December 31, 2014	240,294.00	100.00%	\$ 240,294
Other Debt			
County of Cape May - December 31, 2014	177,416,114.48	0.39%	695,017
Subtotal, Overlapping Debt			935,311
School District Direct Debt			<u>2,927,000</u>
Total Direct and Overlapping Debt			<u>\$ 3,862,311</u>

Sourc Borough of Woodbine Finance Officer
 County of Cape May Finance Officer

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

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

BOROUGH OF WOODBINE BOARD OF EDUCATION
 Legal Debt Margin Information,
 Last Ten Fiscal Years
Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	\$ 2,896,834	\$ 3,443,587	\$ 4,175,402	\$ 4,799,402	\$ 5,203,980	\$ 5,336,935	\$ 5,359,639	\$ 5,434,557	\$ 5,209,345	\$ 5,005,673
Total net debt applicable to limit	-	-	-	-	-	3,682,000	3,512,000	3,327,000	3,132,000	2,927,000
Legal debt margin	\$ 2,896,834	\$ 3,443,587	\$ 4,175,402	\$ 4,799,402	\$ 5,203,980	\$ 1,654,935	\$ 1,847,639	\$ 2,107,557	\$ 2,077,345	\$ 2,078,673
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	68.99%	65.53%	61.22%	60.12%	58.47%

	2014	2013	2012
Equalized valuation basis	\$ 156,280,475	156,469,153	187,817,660
Average equalized valuation of taxable property	\$ 166,855,763		
Debt limit (3% of average) ^a	5,005,673		
Net bonded school debt	2,927,000		
Legal debt margin	\$ 2,078,673		

Source: Abstract of Rates and District Records.

^a Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

BOROUGH OF WOODBINE BOARD OF EDUCATION
Demographic and Economic Statistics,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2006	2,523	-	-	7.1%
2007	2,506	111,705	44,575	6.8%
2008	2,494	114,891	46,067	8.3%
2009	2,500	115,823	46,329	11.8%
2010	2,472	117,415	47,498	12.4%
2011	2,459	116,798	47,498	12.4%
2012	2,459	116,798	47,498	12.9%
2013	2,462	119,885	48,694	13.9%
2014	2,248	117,516	52,276	17.2%
2015	2,439	131,540	53,932	10.5%

Source:

- a Population information provided by the NJ Dept of Labor and Workforce Development
- b Personal income provided by the US Dept. of Commerce, Bureau of Economic Analysis.
- c Per Capita information provided by the US Dept. of Commerce, Bureau of Economic Analysis.
- d Unemployment data provided by the NJ Dept of Labor and Workforce Development

BOROUGH OF WOODBINE BOARD OF EDUCATION
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years
Unaudited

<u>Function/Program</u>	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Instruction:										
Regular instruction	21	21	22	22	23	22	21	21	19	19
Special education instruction	4	4	3	3	3	2	3	3	3	3
Other special education	2	2	3	3	1	1	-	-	-	-
Other Instruction	1	1	3	3	5	5	6	6	7	7
Support Services:										
Tuition	2	2								
Student & instruction related services	1	1	4	4	4	7	4	4	4	4
General administrative services	1	1	1	1	1	1	1	1	1	1
School administrative services	1	1	1	1	1	1	1	1	1	1
Technology services	1	1	1	1	1	1	1	1	1	1
Business administrative services	3	3	1	1	1	1	1	1	1	1
Plant operations and maintenance			3							
Total	37	37	42	38	38	40	38	38	37	37

Source: District Personnel Records

BOROUGH OF WOODBINE BOARD OF EDUCATION
Operating Statistics,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School				
2006	213	4,522,917	21,234	11.10%	36	1:12	1:13	213	200	-6.99%	93.90%
2007	246	4,423,115	17,980	-15.33%	36	1:12	1:13	246	227	15.49%	92.28%
2008	276	4,791,040	17,359	-3.46%	22	1:12	1:13	211	195	-14.23%	92.42%
2009	213	5,014,729	23,543	35.63%	22	1:12	1:13	202	189	-4.08%	93.21%
2010	216	5,178,100	23,973	1.82%	22	1:15	1:9	203	191	0.30%	94.09%
2011	217	5,570,354	25,670	7.08%	22	1:15	1:9	207	195	1.97%	94.20%
2012	211	5,572,672	26,411	2.89%	21	1:14	1:11	220	204	6.28%	92.73%
2013	235	5,866,474	24,964	-5.48%	21	1:15	1:18	236	222	7.27%	94.07%
2014	212	5,866,474	27,672	-10.85%	22	1:12	1:9	221	207	-6.36%	93.67%
2015	206	5,866,474	28,478	-2.91%	22	1:12	1:9	221	207	0.00%	93.67%

Source: District records

BOROUGH OF WOODBINE BOARD OF EDUCATION
School Building Information,
Last Ten Fiscal Years
Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>District Buildings</u>										
<u>Woodbine Elementary School</u>										
Square Feet	40,366	52,789	52,789	52,789	52,789	52,789	52,789	52,789	52,789	52,789
Capacity (students)	294	294	294	294	294	294	294	294	294	294
Enrollment	213	246	211	213	216	217	211	236	212	206

Number of Schools at June 30, 2015
 Elementary - 1

Source: District Records, ASSA

BOROUGH OF WOODBINE BOARD OF EDUCATION
 General Fund
Schedule of Required Maintenance for School Facilities,
 Last Ten Fiscal Years
(Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities
 11-000-261-XXX

School Facilities	Project # (s)	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Woodbine Elementary School	N/A	51,571.00	54,966.00	38,208.00	20,104.74	30,454.87	14,736.83	16,092.00	33,754.00	34,287.23	40,171.01
Total School Facilities		51,571.00	54,966.00	38,208.00	20,104.74	30,454.87	14,736.83	16,092.00	33,754.00	34,287.23	40,171.01
Other Facilities											
Grand Total		51,571.00	54,966.00	38,208.00	20,104.74	30,454.87	14,736.83	16,092.00	33,754.00	34,287.23	40,171.01

Source: District Records

BOROUGH OF WOODBINE BOARD OF EDUCATION
Insurance Schedule
For the Fiscal Year Ended June 30, 2015
(Unaudited)

Type of Coverage	Amount of Coverage	Deductible
Atlantic & Cape May Counties School Business Officials Joint Insurance Fund		
Property, Inland Marine and Automobile Physical Damages Perils Included	\$ 1,000,000	\$
	All Risk	
Property Valuation Blanket and Building Contents	11,706,700	1,000
Comprehensive Crime Coverage	250,000	1,000
General and Automobile Liability	1,000,000	
Workers' Compensation	2,000,000	
School Board Legal Liability	16,000,000	5,000
Pollution Legal Liability	1,000,000	5,000
NJ School Boards Association Insurance Group		
Blanket Position Bond		
Treasurer	155,000	
Board Secretary/Business Administrator	50,000	

Source: District Records

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Single Audit Section

{THIS PAGE IS INTENTIONALLY LEFT BLANK}



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE - PO BOX 538 - OCEAN CITY, NJ - 08226-0538

PHONE 609.399.6333 • FAX 609.399.3710

www.ford-scott.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Borough of Woodbine School District
County of Cape May, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, and each major of the Borough of Woodbine School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements, and have issued our report thereon dated December 10, 2015.

Internal Control Over Financial Reporting

Management of the Borough of Woodbine School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Borough of Woodbine School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Woodbine School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough of Woodbine School District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. However, as described in the accompanying Schedule of Findings and Responses, we identified deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

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 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Woodbine School District's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic 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 prescribed by the Division of Finance, Department of Education, and State of New Jersey.

This report is intended for the information of the management of the Borough of Woodbine School District, the New Jersey State Department of Education (the cognizant audit agency), other state and federal awarding agencies and pass-through entities, and is not intended and should not be used by anyone other than these parties.

Ford, Scott & Associates, L.L.C.

**FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS**

Michael S. Garcia

**Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080**

December 10, 2015



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • PO BOX 538 • OCEAN CITY, NJ • 08226-0538

PHONE 609.399.6333 • FAX 609.399.3710

www.ford-scott.com

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of Board of Education
Borough of Woodbine School District
County of Cape May, New Jersey

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Borough of Woodbine Board of Education's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB 04-04. Those standards, OMB Circular A-133 and NJ OMB 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Borough of Woodbine Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

Management of the Borough of Woodbine Board of Education is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Borough of Woodbine Board of Education's internal control over compliance with the types of requirements that could have a direct and material effect on

each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJ OMB 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Borough of Woodbine Board of Education's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Findings and Responses to be significant deficiencies: 2015-1.

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

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

Report on Schedules of Expenditures of Federal Awards Required by OMB Circular A-133 and Expenditures of State Financial Assistance Required by NJ OMB 04-04

We have audited the financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund of the Borough of Woodbine Board of Education as of and for the year ended June 30, 2015, and have issued our report thereon dated December 10, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and NJ Circular 04-04 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Ford, Scott & Associates, L.L.C.

**FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS**

Michael S. Garcia

**Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080**

December 10, 2015

BOROUGH OF WOODBINE 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	Program or Award Amount	Balance 6/30/14	Carryover/Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances/ Adjustments	Deferred Revenue 6/30/15	(Accounts Receivable) 6/30/15	Due to Grantor at 6/30/15
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	\$ 12,270.75	\$ -	-	12,270.75	(12,270.75)	-	-	-	-
National School Lunch Program	10.555	N/A	07/01/14-06/30/15	80,034.24			73,829.90	(80,034.24)			(6,204.34)	
National School Lunch Program	10.555	N/A	07/01/13-06/30/14	83,683.64	(7,094.44)		7,094.44					
School Breakfast Program	10.553	N/A	07/01/14-06/30/15	45,813.65			42,222.52	(45,813.65)			(3,591.13)	
School Breakfast Program	10.553	N/A	07/01/13-06/30/14	47,353.73	(4,183.43)		4,183.43					
School Snack Program	10.555	N/A	07/01/14-06/30/15	1,298.88			1,249.68	(1,298.88)			(49.20)	
School Snack Program	10.555	N/A	07/01/13-06/30/14	3,019.03	(60.00)		60.00					
Total Enterprise Fund					(11,337.87)	-	140,910.72	(139,417.52)	-	-	(9,844.67)	-
U.S. Department of Education Passed-through State Department of Education:												
Special Revenue Fund:												
No Child Left Behind (N.C.L.B.)												
Title I	84.010	NCLB-14	09/01/14-08/31/15	178,935.00			166,162.00	(178,584.43)			(12,422.43)	
Title I, Carryover	84.010	NCLB-14	09/01/13-08/31/14	177,304.00	8,094.79			(12,773.29)				
Title II, Part A	84.367	NCLB-15	09/01/14-08/31/15	24,475.00			16,301.00	(24,475.00)			(8,174.00)	
Title II, Part A, Carryover	84.367	NCLB-14	09/01/13-08/31/14	25,300.00	(3,309.74)		5,964.00	(2,654.26)				
IDEA Part B, Basic Regular	84.027	FT 15	09/01/14-08/31/15	89,569.00			89,569.00	(89,569.00)				
IDEA Part B, Basic Preschool	84.173	FT 15	09/01/14-08/31/15	814.00			814.00	(814.00)				
Race to the Top	84.395		09/01/12-08/31/13	14,988.00	(513.00)		3,655.00	(1,513.00)		1,629.00		
REAP	84.358A		09/01/13-08/31/15	6,243.00	6,243.00					6,243.00		
Total U.S. Department of Agriculture Passed-through State Department of Education:					(1,105.14)	-	6,420.97	(8,938.50)	-	-	(2,517.53)	-
New Jersey Fresh Fruit & Vegetables	10.582	N/A	09/01/14-08/31/15	12,270.00			1,105.14					
New Jersey Fresh Fruit & Vegetables	10.582	N/A	07/01/12-06/30/13	10,800.00								
Total Special Revenue Fund					9,409.91	-	289,991.11	(319,321.48)	-	7,872.00	(23,113.96)	-
Total Federal Financial Assistance					\$ (1,927.96)	-	430,901.83	(458,739.00)	-	7,872.00	(32,958.63)	-

The Accompanying Notes to Schedules of Awards and Financial Assistance are an integral part of this schedule.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year Ended June 30, 2015

MEMO

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period	(Accounts Receivable) Balance 6/30/14	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years Balances	Balance at June 30, 2015		Cumulative Total Expenditures	
									Deferred Revenue	(Accounts Receivable)		Due to Grantor
State Department of Education												
General Fund:				\$								
Equalization Aid	495-034-5120-078	1,798,565.00	07/01/14-06/30/15		-	1,798,565.00	(1,798,565.00)	-	-	-	162,486.00	1,798,565.00
Special Education Categorical Aid	495-034-5120-083	122,247.00	07/01/14-06/30/15		-	122,247.00	(122,247.00)	-	-	-	11,048.00	122,247.00
Security Aid	495-034-5120-084	85,572.00	07/01/14-06/30/15		-	85,572.00	(85,572.00)	-	-	-	7,736.00	85,572.00
Adjustment Aid	495-034-5120-085	761,240.00	07/01/14-06/30/15		-	761,240.00	(761,240.00)	-	-	-	68,778.00	761,240.00
Transportation Aid	495-034-5120-014	164,943.00	07/01/14-06/30/15		-	164,943.00	(164,943.00)	-	-	-	14,893.00	164,943.00
PARCC Aid	495-034-5120-098	2,260.00	07/01/14-06/30/15		-	2,260.00	(2,260.00)	-	-	-	202.00	2,260.00
Per Pupil Growth Aid	495-034-5120-097	2,260.00	07/01/14-06/30/15		-	2,260.00	(2,260.00)	-	-	-	202.00	2,260.00
School Choice Aid	495-034-5120-088	32,028.00	07/01/14-06/30/15		-	32,028.00	(32,028.00)	-	-	-	2,858.00	32,028.00
Reimbursed Nonpublic Transportation Aid	N/A	348.00	07/01/14-06/30/15		-	348.00	(348.00)	-	(348.00)	-	-	348.00
Reimbursed TPAF	N/A	338.00	07/01/13-06/30/14		-	338.00	-	-	-	-	-	338.00
Social Security Contributions	495-034-5095-002	136,814.97	07/01/14-06/30/15		-	6,413.16	-	-	-	-	-	136,814.97
Reimbursed TPAF	495-034-5095-002	130,104.11	07/01/14-06/30/15		-	117,408.34	(130,104.11)	-	(12,695.77)	-	-	130,104.11
Social Security Contributions				(6,751.16)	-	3,093,274.50	(3,099,567.11)	-	-	-	268,199.00	3,236,720.08
Total General Fund												
Special Revenue Fund:												
Preschool Education Aid	495-034-5120-086	530,552.00	07/01/13-06/30/14	720.34	-	530,552.00	(720.34)	-	-	-	48,035.00	720.34
PBSIS	495-034-5120-086	4,500.00	09/01/05-06/30/06	(1,000.00)	-	1,000.00	(608,630.63)	-	-	21,921.37	-	458,392.00
Anti-Bullying Grant	N/A	1,100.00	07/01/11-06/30/12	1,865.00	-	-	-	-	-	1,865.00	-	4,500.00
Total Special Revenue Fund				1,585.34	-	531,552.00	(609,350.97)	-	-	23,786.37	-	463,612.34
Capital Projects Fund												
School Construction Corporation	5840-050-09-2001-G02E	307,536.00	Open	(307,536.00)	-	-	-	-	(307,536.00)	-	-	307,536.00
Building Upgrades & Boiler Project	5840-050-09-3000	561,991.00	Open	(561,991.00)	-	-	-	-	(561,991.00)	-	-	561,991.00
Total Capital Projects Fund				(869,527.00)	-	-	-	-	(869,527.00)	-	-	869,527.00
Debt Service Fund												
Debt Service Aid Type II	495-034-5120-017	150,922.00	07/01/14-06/30/15	-	-	150,922.00	(150,922.00)	-	-	-	-	150,922.00
Total Debt Service Fund				-	-	150,922.00	(150,922.00)	-	-	-	-	150,922.00
State Department of Agriculture												
Enterprise Fund:												
State School Lunch Program	100-010-3360-067	2,011.58	07/01/13-06/30/14	(250.56)	-	250.56	-	-	-	-	176.73	2,011.58
State School Lunch Program	100-010-3360-067	1,656.11	07/01/14-06/30/15		-	1,832.84	(1,656.11)	-	-	-	-	1,656.11
Total Enterprise Fund				(250.56)	-	2,083.40	(1,656.11)	-	-	-	176.73	3,667.69
Total State Financial Assistance				\$ (874,943.38)	-	3,777,831.90	(3,761,496.19)	-	23,786.37	(882,394.04)	316,234.00	4,724,449.11

The Accompanying Notes to Schedules of Awards and Financial Assistance are an integral part of this schedule.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES 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, Borough of Woodbine School District. The Board of Education is defined in Note 1 (A) to the Board's basic financial statements. All federal 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 on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to P.L. 2003,c.97 (A3521). For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(13,012) for the general fund and \$(9,722.62) for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2015**

	<u>General fund</u>	<u>Special Revenue fund</u>	<u>Debt Service fund</u>	<u>Food service fund</u>	<u>Total</u>
State Assistance:					
Actual amounts (budgetary) "revenues" from the Schedule of Expenditures of State Financial Assistance	\$ 3,099,567.11	509,350.97	150,922.00	1,656.11	3,761,496.19
Difference – budget to "GAAP"					
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	251,925.00	53,055.00			304,980.00
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(264,937.00)	(53,055.00)			(317,992.00)
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		(8,164.33)			(8,164.33)
On behalf payments recognized for GAAP purposes but not included on the Schedule of Expenditures of State Financial Assistance	244,458.00				244,458.00
Total State revenue as reported on the statement of revenues, expenditures and changes in fund balances	<u>\$ 3,331,013.11</u>	<u>501,186.64</u>	<u>150,922.00</u>	<u>1,656.11</u>	<u>3,984,777.86</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2015**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Food Service Fund</u>	<u>Total</u>
Federal Assistance:					
Actual amounts (budgetary) "revenues" from the Schedule of Expenditures of Federal Awards	\$ -	319,321.48		139,417.52	458,739.00
Difference - budget to "GAAP" Grant accounting budgetary basis differs from "GAAP" in that encumbrances are recognized as expenditures, and the related revenue is recognized.		(1,558.29)			(1,558.29)
Total Federal revenue as reported on the statement of revenue, expenditures, and changes in fund balance	<u>\$ -</u>	<u>317,763.19</u>	<u>-</u>	<u>139,417.52</u>	<u>457,180.71</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the U.S.D.A. Commodities 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.

**BOROUGH OF WOODBINE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015**

Section I -- Summary of Auditor's Results

Financial Statement

Type of auditor's report issued	<u>Unmodified</u>			
Internal control over financial reporting:				
• Material weakness(es) identified?	<u> X </u>	yes	<u> </u>	no
• Significant deficiency(ies) identified?	<u> </u>	yes	<u> X </u>	none reported
Noncompliance material to financial statements noted?	<u> </u>	yes	<u> X </u>	no

Federal Awards

Not applicable

Internal Control over major programs:				
• Material weakness(es) identified?	<u> </u>	yes	<u> </u>	no
• Significant deficiency(ies) identified?	<u> </u>	yes	<u> </u>	none reported

Type of auditor's report issued on compliance for major programs _____

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	<u> </u>	yes	<u> </u>	no
--	---------------	-----	---------------	----

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

Dollar Threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee?	<u> </u>	yes	<u> X </u>	no
--	---------------	-----	--------------	----

**BOROUGH OF WOODBINE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDING JUNE 30, 2015**

Part 2 – Schedule of Financial Statement Findings

None

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

Finding 15-1

State Program:

495-034-5120-078 – Equalization Aid; 495-034-5120-083 – Special Education Aid; 495-034-5120-084 – Security Aid; and 495-034-5120-085 – Adjustment Aid

Criteria:

Each of the District's funds must be self-balancing, with no deficit fund balances (with the exception of the Special Revenue Fund).

Condition:

The General Fund and the Capital Projects Fund have deficit fund balances as of June 30, 2015.

Effect:

The District must raise the deficit in the following year's budget.

Recommendation:

The District should carefully monitor the expenditures and remaining budgeted amounts to ensure that a deficit is not created.

Response:

Expenditures will be carefully monitored to prevent a deficit fund balance from occurring.

STATUS OF PRIOR YEAR FINDINGS

Finding 14-1

The Board Secretary's report was not in agreement with the general ledger.

Current Status: This finding has been corrected during 2015.

Finding 14-2

The District overexpended budget line items.

Current Status: This finding has been corrected during 2015.

Finding 14-3

There were deficit fund balances in the general fund and the capital projects fund..

Current Status: This finding was not corrected during 2015.

Management Response: Amounts will be raised in subsequent budgets to eliminate the deficits.