

BARNEGAT TOWNSHIP SCHOOL DISTRICT

Barnegat, New Jersey
County of Ocean

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

BARNEGAT TOWNSHIP SCHOOL DISTRICT

BARNEGAT, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Prepared by

Business Office – Lourdes LaGuardia, Business Administrator/Board Secretary

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INTRODUCTORY SECTION

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BARNEGAT TOWNSHIP SCHOOL DISTRICT

550 BARNEGAT BOULEVARD NORTH
BARNEGAT, NEW JERSEY 08005
(609) 698-5800 FAX (609) 660-5974

Karen M. Wood
Superintendent

Lourdes LaGuardia
Business Administrator/Board Secretary

November 30, 2015

Honorable President and
Members of the Barnegat Township Board of Education
Barnegat, New Jersey 08005

Dear Board Members:

The Comprehensive Annual Financial Report of the Barnegat Township Board of Education for the fiscal year ended 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 Barnegat 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 fairly present 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 principal officials. The Financial Section includes the management's discussion and analysis, the basic financial statements and schedules, as well as the auditor's report thereon. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of the 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and New Jersey OMB's circular(s) 04-04 and/or 15-08, "Single Audit Policy for 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 this report.

1. **REPORTING ENTITY AND ITS SERVICES:** The Barnegat Township Board of Education is an independent reporting entity within the criteria adopted by the GASB Statement No. 14 as established by NCGA Statement No. 3. All funds of the district are included in this report. The Barnegat Township Board of Education and all of its schools constitute the District's reporting entity.

Our collective mission is to nurture and educate our children in accordance with all curriculum standards to prepare them for responsible citizenship and success in life.

BOARD OF EDUCATION

Gary Brown Linda Kropf Scott Sarno, President Robert Geddes, Vice President
Kim Murphy Grace Paulhus Maria Pereira David Sherman Andrew Watts



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Superintendent

Lourdes LaGuardia
Business Administrator/Board Secretary

The District provides a full-range of educational services appropriate to grade levels PreK-12. These include regular, as well as special education for mentally and physically challenged students.

2. **ECONOMIC CONDITION AND OUTLOOK:** As long as state aid is not decreased and the district receives additional aid for new students who are moving into the district, the local tax levy is expected to be fairly stable. Noting the district has never fully recovered from 2010-11 when the State of NJ reduced the district's state aid by over \$2.3 million and still continues to deduct another \$804,000 for a School Development Authority debt service assessment. The tax levy which has been incrementally increased in recent years due to flat funding in prior years; further noting: the tax levy for 2012-2013 was reduced by over \$467,000. This reduction of revenues continues to impact the district in sustaining programs from year to year. The district has currently experienced an influx of students with special needs. If the state funding formula does not increase to absorb this increase, what may lead to an increase in out of district tuition or in-house support programs could drive up property taxes. The district has established a revenue generating preschool inclusion program. This program satisfies required mandates while also providing low cost instructional setting for preschool children. The district continues to search out revenue opportunities in facilities usage and childcare programs. The sunset of Chapter 78 health benefit employee contributions; coupled with the Affordable Care Act could impact future health benefit increases and decrease employee share of district health benefit costs. All in all, how the state funds school districts in the ensuing years will have a major impact on the local tax rate in Barnegat due to the significant percentage of state funding the District receives relative to property tax funding.
3. **MAJOR INITIATIVES:** Beginning in 2009-10, the district initiated major efforts to reduce its future energy usage through energy conservation education resulting in a savings in electrical and natural gas usage by over \$900,000 in the last two years. Initiated in 2011, continued energy savings will continue to be achieved via building and automatic building control system upgrades completed under the NJ Energy Savings Improvement Program (ESIP), and the continuation of energy savings derived from the districts' large scale solar electric panel installed on school roofs. In addition, the Safe Routes to School program and subsequent redistricting resulted in continuing annual savings in bus transportation costs since the 2010-2011 school year. Starting with American Reinvestment and Recovery federal funding and other budget savings, the district initiated major new classroom technology investments in all schools between 2009 and 2012, and followed through with upgrades in the computer server and infrastructure between buildings in 2010-2011 thru 2014-2015. The major focus for the current year resulted in increased internet speeds and added connectivity between buildings. Finally, continued upgrades in security access and additional security camera and networking systems are a safety initiative in capital projects. These have resulted in

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Superintendent

Lourdes LaGuardia
Business Administrator/Board Secretary

reduced vandalism and improved facility monitoring in 2014-15 specifically in the high school and middle school. The district continues to assess building needs to update space, to achieve energy savings by replacing necessary panels and insuring on-line compatibility of HVAC and alarm panels, as well as repurposing classrooms at the Brackman Middle School. The health and safety of all children is paramount as such; the district made various floor replacement renovations as well as continued district wide upgrades to the areas such as open spaces, bathrooms, gyms and classrooms; these include repairs which are not limited to: painting, doors, water fountains, cubby, and toilet replacements.

The district continues to move forward with the state mandated teacher evaluation mandate. Programs continue to be introduced to articulate the demands associated with anticipated rigor of improving classroom effectiveness.

The district continues to meet the demands of preparing to meet accountability requirements for Partnership for Assessment of Readiness for College and Careers (PARCC). This is a standard set of grades 3-12 assessments in math and English. PARCC requires computer-adaptive diagnostic testing using online platform. As such, the district will continue to make enhancements and upgrades to the infrastructure; broadband; as well additions to tablets and/or computer devices for enhanced accessibility for students.

- 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 are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

As part of the District’s single audit described earlier, tests are made in each annual audit to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs. The audit also tests to determine if the District has complied with applicable laws and regulations.

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		Kim Murphy	Grace Paulhus	Maria Pereira	



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Superintendent

Lourdes LaGuardia
Business Administrator/Board Secretary

-
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 NJ Department of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Long term budgets approved for capital improvements are accounted for in the capital projects fund. The final budget amounts as amended for the fiscal year are 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-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance as of June, 2014.

6. **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in the "Notes to the Financial Statements", Note 1.
7. **DEBT ADMINISTRATION:** At June 30, 2015, the District's principal outstanding debt issues totaled \$33,345,000. The district complies with debt service refinance authorization as prescribed by the local finance board.
8. **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to Financial Statement", Note 2. 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. The law requires governmental units to deposit funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
9. **RISK MANAGEMENT:** Barnegat Township Board of Education carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

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BARNEGAT TOWNSHIP SCHOOL DISTRICT

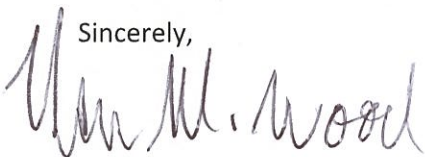
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Karen M. Wood
Superintendent

Lourdes LaGuardia
Business Administrator/Board Secretary

10. OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman, Frenia & Allison of Toms River was selected by the Board to perform the annual audit. In addition to meeting the requirements set forth in state statutes, the audit also is designed to meet the requirements of the New Jersey OMB’s circular(s) 04-04 and/or 15-08, “Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments”. Single Audit Act of 1984 and the related OMB Circular A-133. The auditor’s report on the basic financial statements, including individual fund statements and schedules, is included in the financial section of this report. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Barnegat Township Board of Education for their commitment to a quality education for all students in Barnegat, balanced by their concern in providing fiscal accountability to the citizens and taxpayers of the school district. Those philosophies demonstrate their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting personnel.

Sincerely,

Karen M. Wood

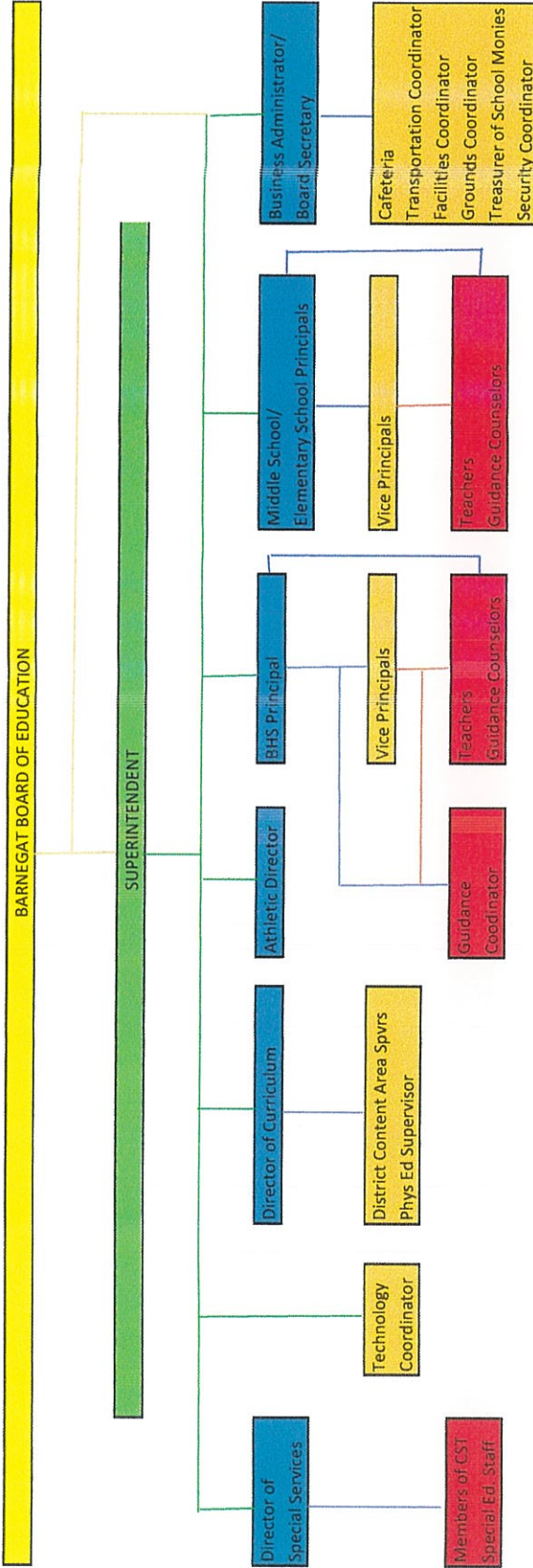

Lourdes LaGuardia

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BOARD OF EDUCATION

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Kim Murphy Grace Paulhus

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Approved March 18, 2014

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BARNEGAT TOWNSHIP SCHOOL DISTRICT
550 Barnegat Boulevard North
Barnegat, New Jersey 08005

ROSTER OF OFFICIALS

JUNE 30, 2015

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Scott Sarno, President	2016
Robert Geddes, Vice President	2017
Gary Brown	2017
Linda Kropf	2015
Kim Murphy	2015
Grace Paulhus	2015
Maria Pereira	2017
David Sherman	2015

OTHER OFFICIALS

Karen Wood, Superintendent

Lourdes LaGuardia, Business Administrator/Board Secretary

Patricia Christopher, Treasurer of School Funds

BARNEGAT TOWNSHIP SCHOOL DISTRICT
550 Barnegat Boulevard North
Barnegat, New Jersey 08005

CONSULTANTS AND ADVISORS

ATTORNEY

Benjamin Montenegro
Montenegro, Thompson, Montenegro & Genz
531 Burnt Tavern Road
P.O. Box 1049
Brick, New Jersey 08724

AUDIT FIRM

Frank B. Holman, III, CPA, PSA
Holman Frenia Allison, P. C.
680 Hooper Ave, Bldg B, Suite 201
Toms River, New Jersey 08753

BOND COUNSEL

William R. Mayer
DeCotiis, Fitzpatrick & Cole LLC
500 Frank W. Burn Blvd, Suite 3
Teaneck, New Jersey 07666

OFFICIAL DEPOSITORY

Ocean First Bank
State of New Jersey Cash Management Fund

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Barnegat Township School District
Barnegat, New Jersey 08005

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 Barnegat Township School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to 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 Barnegat Township School District, County of Ocean, State of New Jersey, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Adoption of New Accounting Pronouncement

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2015 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No.27*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and other required supplemental information as listed 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 Barnegat Township School District's basic financial statements. The accompanying combining statements and related major fund supporting statements and schedules and Schedules of Expenditures of Federal Awards and State Financial Assistance as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular(s) 04-04 and/or 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying combining statements and related major fund supporting statements and schedules and the Schedules of Expenditures of Federal Awards and State Financial Assistance are the responsibility of management and were 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 other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and Schedules of Expenditures of Federal Awards and State Financial Assistance are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2015 on our consideration of the Barnegat Township School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Barnegat Township School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Frank B. Holman, III
Public School Accountant
Certified Public Accountant
No. 783

Toms River, New Jersey
November 30, 2015

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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

The discussion and analysis of Barnegat Township School District's financial performance provides an overall review of the School District's financial activities for the 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.

The MD&A is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – "*Basic Financial Statement – and Management's Discussion and Analysis – for State and Local Governments*" issued in June 1999 that is now being required by the New Jersey State Department of Education. Comparative information between the current fiscal year (2014–2015) and the prior fiscal year (2013–2014) is required and is presented in the MD&A.

As described in Note 19 to the financial statements, "Prior Period Adjustment/Restatement of Net Position", the District has adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, for the year ended June 30, 2015. The adoption of this principle resulted in a restatement of the District's opening net position as of July 1, 2014 in the amount of \$14,673,153, as indicated in Note 19 to the financial statements. Prior year balances reflected in MD&A have been updated, for comparison purposes, to reflect the change where indicated.

Financial Highlights

Key financial highlights for 2015 are as follows:

- General revenues accounted for \$50,517,678 or 82.59% percent of total operating revenues. Program specific revenues in the form of federal and state operating grants and contributions, accounted for \$10,651,951 or 17.41% of total operating revenues of \$61,169,629.
- Local tax levy of \$29,851,546 accounts for 52.77% of general operating budget with a 3.85% increase of local contribution totaling \$1,106,893.
- The school district had \$63,208,132 in expenses; \$7,205,013 of these expenses were offset by program specific charges for state/federal grants and \$743,554 were offset by charges for services. General revenues (primarily taxes and state aid) of \$54,582,874 were adequate to provide for these programs.
- Among governmental funds per Exhibit B-2, the General Fund had \$52,590,592 in revenues and \$50,496,394 in expenditures. The General Fund's fund balance increased \$2,094,198 from 2014. Energy Savings Improvement (ESIP) bond proceeds were spent in 2013-2014, and reductions in utility and other operating expenses through targeted savings initiatives will be reflected in future years.

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

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 the Barnegat Township School District as a financial whole, an entire operating entity. The statements subsequent to the A and B summary Exhibits 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 B Exhibit fund financial statements identify the School district's most significant funds, the Governmental Funds. In the case of Barnegat Township School District, the General Fund is by far the most significant fund representing over 92.6% of governmental expenditures.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While the pages to follow in this extensive document contain 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 answer the question, "How did we do financially during school year 2012? The **Statement of Net Position, Exhibit A-1**, and the **Statement of Activities, Exhibit A-2**, 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 account all of the current year's revenues and expenses regardless of when cash is received or paid.

These A-1 and A-2 statements report the School District's net position and changes in those 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 A-1 and the Statement of Activities A-2, 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 – These activities are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service school breakfast and lunch program is the major enterprise fund reported as a business activity. While there is a small residual of funds left and reported for the Community Education program, this program has been inactive since 2010. There was no fiscal activity in the Community Education fund except for accrued interest on the residual reserve remaining from the prior year.

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

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. These funds cover the government operations and the basic services provided for the education of the district's students. 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 notes to 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. The National School Lunch Program is the major enterprise operation within the district. The District initiated a before/aftercare program for school age in 2013-2014. Additionally, the district offers a daycare program for infants to pre-school. This program started in this fiscal year.

Notes to the Financial Statements

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

The School District as a Whole

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

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

Table 1 provides a summary of the School District's Net Position for 2015 and 2014. [Source: Exhibit A-1]

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

The School District as a Whole (Continued)

Net Position

	June 30, 2015			June 30, 2014		
	Governmental	Business-Type	Total	Governmental	Business-Type	Total
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
Current and other assets	\$ 9,565,127	\$ 477,045	\$ 10,042,172	\$ 7,028,188	\$ 187,709	\$ 7,215,897
Capital assets, net	126,855,450	249,438	127,104,888	131,337,088	241,520	131,578,608
Total assets	<u>136,420,577</u>	<u>726,483</u>	<u>137,147,060</u>	<u>138,365,276</u>	<u>429,229</u>	<u>138,794,505</u>
Deferred outflow of resources	1,062,351	-	1,062,351	12,686	-	12,686
Long-term liabilities	53,577,184	-	53,577,184	41,129,418	-	41,129,418
Other liabilities	2,413,760	220,276	2,634,036	1,376,588	52,377	1,428,965
Total liabilities	<u>55,990,944</u>	<u>220,276</u>	<u>56,211,220</u>	<u>42,506,006</u>	<u>52,377</u>	<u>42,558,383</u>
Deferred inflow of resources	1,032,327	-	1,032,327	-	-	-
Invested in capital assets, net	89,636,561	249,438	89,885,999	93,001,950	241,520	93,243,470
Restricted	8,196,710	-	8,196,710	5,191,822	-	5,191,822
Unrestricted	(17,373,614)	264,999	(17,108,615)	(2,321,816)	135,332	(2,186,484)
	<u>\$ 80,459,657</u>	<u>\$ 514,437</u>	<u>\$ 80,974,094</u>	<u>\$ 95,871,956</u>	<u>\$ 376,852</u>	<u>\$ 96,248,808</u>

Table 2 shows changes in net position for year 2015 and 2014. [Source: Exhibit A-2]

Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenue						
Program Revenue:						
Charges for Services	\$ -	\$ -	\$ 743,554	\$ 641,747	\$ 743,554	\$ 641,747
Operating Grants	10,651,951	5,606,899	618,258	604,494	11,270,209	6,211,393
General Revenues:						
Property Taxes	29,851,546	28,744,653	-	-	29,851,546	28,744,653
Federal & State Aid Not Restricted to Specific Purposes	20,330,090	20,477,810	-	-	20,330,090	20,477,810
Tuition	185,995	125,976	-	-	185,995	125,976
Cancellation of Prior Year Receivable	-	(1,272,627)	-	-	-	(1,272,627)
Miscellaneous	150,047	150,165	26,583	6,878	176,630	157,043
Adjustment to Fixed Assets	-	-	48,219	-	48,219	-
Investment Earnings	-	-	328	100	328	100
Total Revenues	<u>61,169,629</u>	<u>53,832,876</u>	<u>1,436,942</u>	<u>1,253,219</u>	<u>62,606,571</u>	<u>55,086,095</u>
Expenses						
Instructional Services	21,078,663	20,431,963	-	-	21,078,663	20,431,963
Support Services	33,311,539	28,073,434	1,299,357	1,232,305	34,610,896	29,305,739
Unallocated Depreciation & Adj to FA	5,361,814	4,477,908	-	-	5,361,814	4,477,908
Interest on Long-Term Liabilities	2,156,759	2,431,333	-	-	2,156,759	2,431,333
Total Expenses	<u>61,908,775</u>	<u>55,414,638</u>	<u>1,299,357</u>	<u>1,232,305</u>	<u>63,208,132</u>	<u>56,646,943</u>
Change in Net Position	<u>\$ (739,146)</u>	<u>\$ (1,581,762)</u>	<u>\$ 137,585</u>	<u>\$ 20,914</u>	<u>\$ (601,561)</u>	<u>\$ (1,560,848)</u>

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

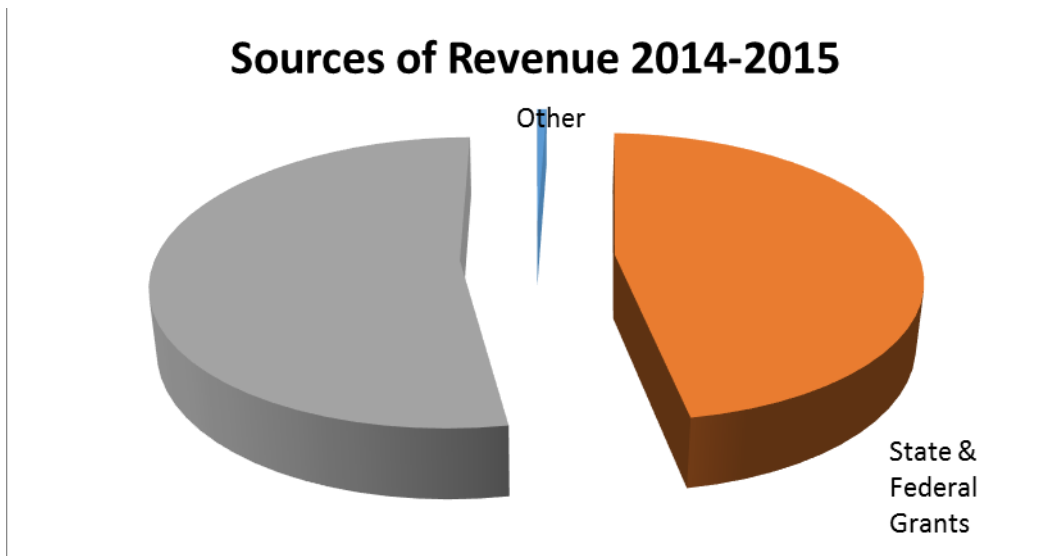
Business-Type Activities [Source: A-2]

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

- Food service revenues exceeded expenses by \$26,364.
- Charges for food service represent \$491,442 of revenue. This represents amounts paid by students and staff for daily food service.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$618,258.
- In 2013-2014 the district terminated the outsourcing of aftercare services and initiated a program whereby revenues exceeded the total program expenditures of \$101,224 by \$11,537 in that year. For the 2014-2015 program revenue was a net gain of \$73,259.
- In 2014-2015 the district engaged in the startup of infant – pre kindergarten Bengal Cubs program. A slow startup resulted in a revenue shortfall of (\$37,318).

Governmental Activities [Source: B-2]

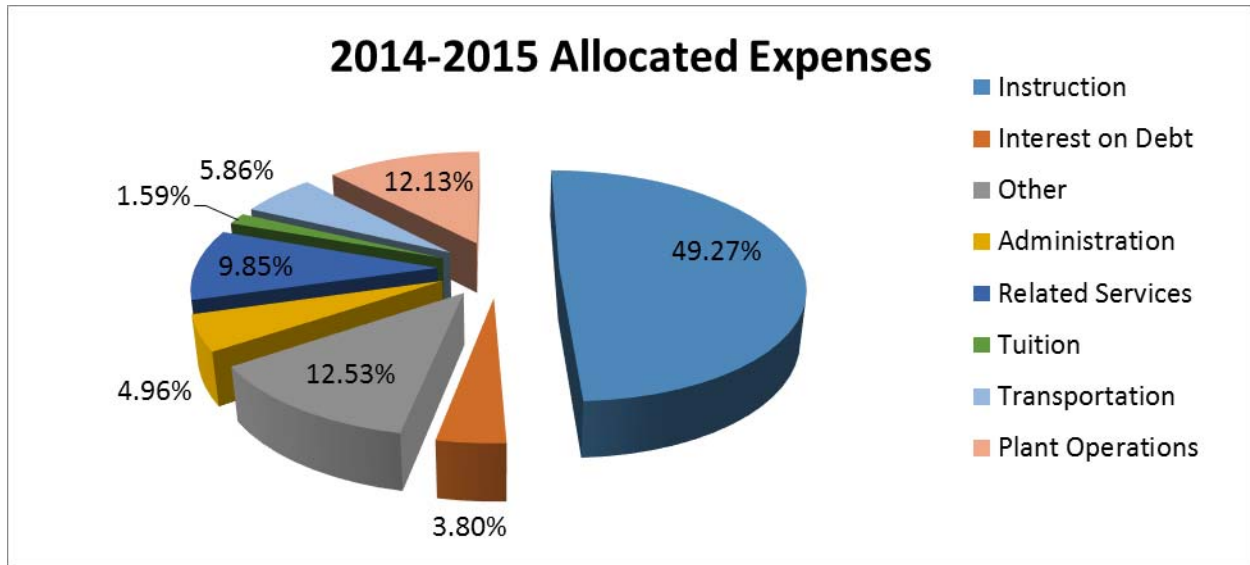
The unique nature of property taxes in New Jersey creates legal requirements to annually seek voter approval for the School District operations prior to 2012. Per legislation enacted in 2012, the Board Of Education approved the move of the school election to November. This eliminated the requirement for voter approval on the budget if the proposed tax levy increase did not exceed 2% and accumulated banked caps. Property taxes made up 52.77% of revenues for governmental activities for the Barnegat Township School District for year 2014-2015. The District's total revenues were \$56,566,962 for the year ended June 30, 2015. Federal, state and local grants accounted for another 46.63% of revenue.



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

Governmental Activities [Source: B-2] (continued)

The total cost of all programs and services was \$54,488,753. Student Services and Instruction including allocated benefits comprises 68.4% of District expenses.



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

Tuition is predominantly made up of charges for out of district special education placements.

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

General and school administration includes expenses associated with educational planning and supervision of the District.

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

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

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District as previously voted on by the general public.

“Other” includes special schools, and unallocated benefits, depreciation and absence liabilities.

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

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. See Exhibit B-2. Total revenues amounted to \$56,566,962 and expenditures were \$54,488,753. The net change in fund balance for the year was an increase of \$2,078,209 including the change in the capital projects fund.

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

Sources of Revenue & Other Funding					
<u>Revenue</u>	<u>2014-2015 Amount</u>	<u>Percent of Total</u>	<u>2013-2014 Amount</u>	<u>Increase (Decrease) From 2013</u>	<u>Percent of Increase or Decrease</u>
Property Taxes	\$29,851,546	52.77%	\$ 28,744,653	\$ 1,106,893	3.85%
Other Local Sources	336,042	0.59%	276,141	59,901	21.69%
State Sources	24,924,282	44.06%	24,741,894	182,388	0.74%
Federal Sources	1,455,092	2.57%	1,342,815	112,277	8.36%
Total	<u>\$56,566,962</u>	<u>100.00%</u>	<u>\$ 55,105,503</u>	<u>\$ 1,461,459</u>	

Total revenues increased by \$1,461,459. The increase in local sources was due to allowable property tax decrease.

The decrease in State Aid revenue is attributable to the state's funding formula and decrease in categorical aid. The Federal revenue source has maintained leveled funding to the district. Note: all federal mandates at program levels are not funded.

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

Summary of Expenditures					
<u>Expenditures</u>	<u>2014-2015 Amount</u>	<u>Percent of Total</u>	<u>2013-2014 Amount</u>	<u>Increase (Decrease) from 2012</u>	<u>Percent of Increase or Decrease</u>
Current Expense:					
Instruction	\$19,966,984	36.64%	\$19,319,083	\$ 647,901	3.35%
Undistributed Expenditures	28,845,198	52.94%	28,421,697	423,501	1.49%
Capital Outlay	1,684,212	3.09%	1,618,049	66,163	4.09%
Special Revenue	1,227,600	2.25%	1,288,515	(60,915)	-4.73%
Debt Service	2,764,759	5.07%	2,934,713	(169,954)	-5.79%
Total	<u>\$54,488,753</u>	<u>100.00%</u>	<u>\$53,582,057</u>	<u>\$ 906,696</u>	

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

The School District's Funds (Continued)

Changes in expenditures for capital outlay were due to the technology PARCC Readiness initiative 2015. Operating expenses were slightly up due to contract negotiations and contractual COLA obligations. Costs and savings in other unallocated expenditures areas were decreased in an effort to maintain educational programs. Federal Education funding sources continue to be decreased; however the district must still abide to IDEA and NCLB requirements.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual budget several times. Revisions to the budget were made to recognize changes in revenues not anticipated and to prevent over-expenditures in specific line item accounts.

Capital Assets

At the end of the year 2015, the School District had \$174,844,774 invested in governmental land, building, furniture and equipment, and vehicles. Table 4 shows year 2015 balances compared to 2014.

**Table 4
Capital Assets at June 30, 2015 (Net of Depreciation)**

	2015	2014
Land	\$ 11,696,706	\$ 11,696,706
Land Improvements	8,209,273	8,195,823
Building & Building Improvements	143,486,507	143,538,805
Machinery and Equipment	11,452,288	11,273,410
Total Asset Book Value	174,844,774	174,704,744
Less Accumulated Depreciation	(47,989,324)	(43,367,656)
Net Capital Assets	\$ 126,855,450	\$ 131,337,088

Overall capital assets decreased \$4,481,638 from year 2014 to year 2015. The decrease in capital assets is due to depreciation charges exceeding new capital construction and purchases. For more detailed information, please refer to the Notes to the Financial Statements.

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

Debt Administration

At June 30, 2015, the School District had \$53,577,184 of outstanding debt. Of this amount, \$1,637,246 is for compensated absences; \$447,869 is for Bond Premium; \$14,155,421 for Net Pension Liability; \$3,991,648 for various capital leases; and \$33,345,000 of serial bonds for school construction.

**Table 5
Bonded Debt Outstanding at June 30, 2015**

	2015	2014
2004 Issue Refunding Bonds	\$ -	\$ 470,000
2007 Issue Bonds	20,440,000	20,615,000
2012 Issue Refunding Bonds	5,990,000	6,000,000
2014 Issue Refunding Bonds 1/2004	6,915,000	7,600,000
Total	\$ 33,345,000	\$ 34,685,000

At June 30, 2015, the School District was within its legal debt margin. For more detailed information, please refer to the Notes to the Financial Statements and Schedule I-1.

For the Future

The Barnegat Township School District maintains good financial condition. The School district has significant community support of the public schools. The administration continues to seek out revenue generating educational opportunities' to assist in offsetting budgetary and local tax increases. In conclusion the Barnegat Township School District Board of Education has committed itself to financial excellence for many years. In addition, the School District's systems for financial planning, budgeting, and internal financial controls are well established, and maintain the educational needs and priorities at the forefront of all fiscal planning. The School District plans to continue its sound 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 Lourdes LaGuardia at Barnegat Township School District, 550 Barnegat Blvd. North, Barnegat, NJ 08005. Please visit our website at <http://www.barnegatschools.com>.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
JUNE 30, 2015**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS
Cash & Cash Equivalents	\$ 3,842,130	\$ 329,497	\$ 4,171,627
Receivables, Net	764,655	134,192	898,847
Inventory	-	13,356	13,356
Restricted Assets:			
Cash Reserves	4,395,140	-	4,395,140
Capital Projects	563,202	-	563,202
Capital Assets, Net (Note 5)	126,855,450	249,438	127,104,888
Total Assets	136,420,577	726,483	137,147,060
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows Related to Pensions	1,050,845	-	1,050,845
Deferred Charge on Refunding of Debt	11,506	-	11,506
Total Deferred Outflow of Resources	1,062,351	-	1,062,351
Total Assets and Deferred Outflow of Resources	137,482,928	726,483	138,209,411
LIABILITIES			
Accounts Payable	1,057,770	-	1,057,770
Unearned Revenue	306,640	910	307,550
Interfund Payable	-	211,136	211,136
Accrued Interest Payable	443,627	-	443,627
Pensions Payable	605,723	-	605,723
Long-Term Obligations (Note 7):			
Due Within One Year	1,822,436	-	1,822,436
Due Beyond One Year	51,754,748	-	51,754,748
Total Liabilities	55,990,944	212,046	56,202,990
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions	1,032,327	-	1,032,327
Total Deferred Inflow of Resources	1,032,327	-	1,032,327
Total Liabilities and Deferred Inflows of Resources	57,023,271	212,046	57,235,317
NET POSITION			
Net Investment in Capital Assets	89,636,561	249,438	89,885,999
Restricted For:			
Other Purposes	8,196,710	-	8,196,710
Unrestricted	(17,373,614)	264,999	(17,108,615)
Total Net Position	\$ 80,459,657	\$ 514,437	\$ 80,974,094

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		TOTALS
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES		
Governmental Activities:							
Instruction:							
Regular	\$ 14,953,495	\$ -	\$ 1,227,600	\$ (13,725,895)	\$ -	\$ (13,725,895)	
Special Education	4,442,230	-	-	(4,442,230)	-	(4,442,230)	
Other Special Instruction	1,682,938	-	-	(1,682,938)	-	(1,682,938)	
Support Services & Undistributed Costs:							
Tuition	904,033	-	-	(904,033)	-	(904,033)	
Student & Instruction Related Services	4,211,955	-	-	(4,211,955)	-	(4,211,955)	
General Administrative Services	624,907	-	-	(624,907)	-	(624,907)	
School Administrative Services	1,497,164	-	-	(1,497,164)	-	(1,497,164)	
Central Services	455,434	-	-	(455,434)	-	(455,434)	
Administrative Information Technology	309,001	-	-	(309,001)	-	(309,001)	
Plant Operations & Maintenance	4,426,143	-	-	(4,426,143)	-	(4,426,143)	
Pupil Transportation	2,505,761	-	258,294	(2,247,467)	-	(2,247,467)	
Unallocated Employee Benefits	18,377,141	-	8,667,863	(9,709,278)	-	(9,709,278)	
Long-Term Debt and Other Charges	2,156,759	-	498,194	(1,658,565)	-	(1,658,565)	
Unallocated Adjustment to Fixed Assets	954,107	-	-	(954,107)	-	(954,107)	
Unallocated Depreciation	4,407,707	-	-	(4,407,707)	-	(4,407,707)	
Total Governmental Activities	61,908,775	-	10,651,951	(51,256,824)	-	(51,256,824)	

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS
Business-Type Activities:						
Food Service	1,083,336	491,442	618,258	-	26,364	26,364
Aftercare Program	100,340	173,599	-	-	73,259	73,259
Bengal Cubs Early Learning Center	115,681	78,513	-	-	(37,168)	(37,168)
Total Business-Type Activities	1,299,357	743,554	618,258	-	62,455	62,455
Total Primary Government	\$ 63,208,132	\$ 743,554	\$ 11,270,209	(51,256,824)	62,455	(51,194,369)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				27,609,823	-	27,609,823
Taxes Levied for Debt Service				2,241,723	-	2,241,723
Federal & State Aid Not Restricted				20,330,090	-	20,330,090
Tuition				185,995	-	185,995
Miscellaneous Income				150,047	26,580	176,627
Interest Earnings				-	328	328
Adjustment to Fixed Assets				-	48,219	48,219
Transfer In/(Out)				-	3	3
Total General Revenues, Special Items, Extraordinary Items & Transfers				50,517,678	75,130	50,592,808
Change In Net Position				(739,146)	137,585	(601,561)
Net Position - Beginning (Restated - See Note 19)				81,198,803	376,852	81,575,655
Net Position - Ending				\$ 80,459,657	\$ 514,437	\$ 80,974,094

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B. Fund Financial Statements

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Governmental Funds

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2015**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
Cash & Cash Equivalents	\$ 3,830,517	\$ 2,761	\$ 563,202	\$ 8,852	\$ 4,405,332
Receivables, Net	114,734	-	-	-	114,734
Due From Other Funds	690,953	4,612	-	109,598	805,163
Receivables from Other Governments	412,572	-	-	-	412,572
Restricted Cash	4,395,140	-	-	-	4,395,140
Total Assets	\$ 9,443,916	\$ 7,373	\$ 563,202	\$ 118,450	\$ 10,132,941
LIABILITIES & FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 1,056,089	\$ 1,681	\$ -	\$ -	\$ 1,057,770
Due to Other Funds	4,612	-	563,202	-	567,814
Unearned Revenue	453,136	5,692	-	-	458,828
Total Liabilities	1,513,837	7,373	563,202	-	2,084,412
Fund Balances:					
Restricted for:					
Capital Reserve	2,187,541	-	-	-	2,187,541
Maintenance Reserve	1,714,311	-	-	-	1,714,311
Emergency Reserve	493,288	-	-	-	493,288
Excess Surplus	2,633,110	-	-	-	2,633,110
Excess Surplus Designated for Subsequent Year's Expenditures	1,168,460	-	-	-	1,168,460
Debt Service	-	-	-	118,450	118,450
Committed for:					
Other Purposes	251,931	-	-	-	251,931
Unassigned	(518,562)	-	-	-	(518,562)
Total Fund Balances	7,930,079	-	-	118,450	8,048,529
Total Liabilities & Fund Balances	\$ 9,443,916	\$ 7,373	\$ 563,202	\$ 118,450	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$174,844,774 and the accumulated depreciation is \$47,989,324.	126,855,450
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	18,518
Accrued interest payable and PERS pension payable are not recorded in the fund financial Statements due to the fact that the payables are not due in the period.	(1,049,350)
Unexpended capital lease proceeds	152,188
Deferred charges on refunding of debt is not recorded in the fund financials but is recorded on the district wide financials.	11,506
Long-term liabilities, including net pension liability, bonds payable, compensated absences payable, bond premium, other post employment benefits and capital leases payable are not due and payable in the current period and, therefore, are not reported as a liability in the funds. (Illustrative Note 7)	(53,577,184)

Net position of Governmental Activities	<u>\$ 80,459,657</u>
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The accompanying Notes to Financial Statements are an integral part of this statement.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Local Tax Levy	\$ 27,609,823	\$ -	\$ -	\$ 2,241,723	\$ 29,851,546
Tuition	185,995	-	-	-	185,995
Miscellaneous	128,864	12,330	3	8,850	150,047
Total Local Sources	27,924,682	12,330	3	2,250,573	30,187,588
State Sources	24,426,088	-	-	498,194	24,924,282
Federal Sources	239,822	1,215,270	-	-	1,455,092
Total Revenues	52,590,592	1,227,600	3	2,748,767	56,566,962
Expenditures:					
Current:					
Regular Instruction	13,841,816	1,111,679	-	-	14,953,495
Special Education Instruction	4,442,230	-	-	-	4,442,230
Other Special Instruction	1,682,938	-	-	-	1,682,938
Support Services & Undistributed Costs:					
Tuition	788,112	115,921	-	-	904,033
Student & Instruction Related Services	4,211,955	-	-	-	4,211,955
General Administrative Services	624,907	-	-	-	624,907
School Administrative Services	1,497,164	-	-	-	1,497,164
Central Services	455,434	-	-	-	455,434
Administrative Information Technology	309,001	-	-	-	309,001
Plant Operations & Maintenance	4,743,311	-	-	-	4,743,311
Pupil Transportation	2,505,761	-	-	-	2,505,761
Employee Benefits	13,709,553	-	-	-	13,709,553
Debt Service:					
Principal	-	-	-	1,340,000	1,340,000
Interest & Other Charges	-	-	-	1,424,759	1,424,759
Capital Outlay	1,684,212	-	-	-	1,684,212
Total Expenditures	50,496,394	1,227,600	-	2,764,759	54,488,753
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	2,094,198	-	3	(15,992)	2,078,209
Other Financing Sources/(Uses):					
Transfers In	-	-	-	109,598	109,598
Transfers Out	-	-	(109,598)	-	(109,598)
Total Other Financing Sources & Uses	-	-	(109,598)	109,598	-
Net Change in Fund Balances	2,094,198	-	(109,595)	93,606	2,078,209
Fund Balance - July 1	5,835,881	-	109,595	24,844	5,970,320
Fund Balance - June 30	\$ 7,930,079	\$ -	\$ -	\$ 118,450	\$ 8,048,529

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
GOVERNMENTAL FUNDS
JUNE 30, 2015**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 2,078,209

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period:

Depreciation Expense	(4,407,707)	
Deletions & Adjustment to Capital Assets	(954,107)	
Capital Outlay	880,176	(4,481,638)

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

Pension Expense - PERS Contribution - 2015	623,281	
Unfunded TPAF Pension Expense	(4,602,667)	
State Share of Unfunded TPAF Pension Expense	4,602,667	
Pension Expense	(692,754)	(69,473)

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

Bonds	1,340,000	
Capital Leases	317,168	1,657,168

Amortization of deferred charges on refunding of debt and premiums from refunded debt issuances are recorded when incurred in the governmental funds but are accrued and expensed over time in the statement of activities.

Loss on Refunding	(1,180)	
Original Issue Premium	45,935	44,755

Repayment of compensated absences is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

Prior Year	1,641,798	
Current Year	(1,637,246)	4,552

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 (+).

Prior Year	470,908	
Current Year	(443,627)	27,281

Change in Net Position of Governmental Activities \$ (739,146)

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

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Proprietary Funds

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2015**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	COMMUNITY EDUCATION	AFTER CARE	BENGAL CUBS EARLY LEARNING CENTER	
Current Assets:					
Cash	\$ 62,046	\$ 39,583	\$ 148,505	\$ 79,363	\$ 329,497
Accounts Receivable:					
State	2,480	-	-	159	2,639
Federal	104,126	-	-	-	104,126
Other	-	-	27,427	-	27,427
Inventories	13,356	-	-	-	13,356
Total Current Assets	182,008	39,583	175,932	79,522	477,045
Noncurrent Assets:					
Furniture, Machinery & Equipment	848,799	-	-	-	848,799
Less: Accumulated Depreciation	(599,361)	-	-	-	(599,361)
Total Noncurrent Assets	249,438	-	-	-	249,438
Total Assets	431,446	39,583	175,932	79,522	726,483
LIABILITIES					
Current Liabilities:					
Unearned Revenue	-	-	-	910	910
Interfund Payable	4,429	-	90,961	115,746	211,136
Total Current Liabilities	4,429	-	90,961	116,656	212,046
NET POSITION					
Net Investment in Capital Assets	249,438	-	-	-	249,438
Unrestricted	177,579	39,583	84,971	(37,134)	264,999
Total Net Position	\$ 427,017	\$ 39,583	\$ 84,971	\$ (37,134)	\$ 514,437

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED JUNE 30, 2015**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	COMMUNITY EDUCATION	AFTER CARE	BENGAL CUBS EARLY LEARNING CENTER	
Operating Revenues:					
Charges for Services:					
Daily Sales - Reimbursable Programs:					
School Lunch Program	\$ 310,634	\$ -	\$ -	\$ -	\$ 310,634
Daily Sales - Non-Reimbursable Programs:					
School Lunch Program	180,808	-	-	-	180,808
Program Revenues	-	-	173,599	78,513	252,112
Total Operating Revenues	491,442	-	173,599	78,513	743,554
Operating Expenses:					
Cost of Sales	520,786	-	-	-	520,786
Salaries & Benefits	397,160	-	91,940	108,426	597,526
Management & Administrative Fees	69,591	-	-	-	69,591
Other Purchased Services	15,008	-	8,400	7,255	30,663
Cleaning, Repair & Maintenance Services	40,490	-	-	-	40,490
Depreciation	40,301	-	-	-	40,301
Total Operating Expenses	1,083,336	-	100,340	115,681	1,299,357
Operating Income/(Loss)	(591,894)	-	73,259	(37,168)	(555,803)
Nonoperating Revenues (Expenses):					
State Sources:					
State School Lunch Program	11,587	-	-	-	11,587
Federal Sources:					
National School Lunch Program	403,325	-	-	-	403,325
National School Performance Based Program	13,974	-	-	-	13,974
National School Breakfast Program	105,368	-	-	-	105,368
National School After School Snack Program	2,929	-	-	-	2,929
Food Distribution Program	81,075	-	-	-	81,075
Interest & Investment Revenue	166	51	77	34	328
Miscellaneous Revenue	26,580	-	-	-	26,580
Adjustment to Capital Assets	48,219	-	-	-	48,219
Transfer In/(Out)	-	(51)	54	-	3
Total Nonoperating Revenues/(Expenses)	693,223	-	131	34	693,388
Change in Net Position	101,329	-	73,390	(37,134)	137,585
Total Net Position - Beginning	325,688	39,583	11,581	-	376,852
Total Net Position - Ending	\$ 427,017	\$ 39,583	\$ 84,971	\$ (37,134)	\$ 514,437

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2015**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	COMMUNITY EDUCATION	AFTER CARE	BENGAL CUBS EARLY LEARNING CENTER	
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 491,442	\$ -	\$ 237,133	\$ 195,010	\$ 923,585
Payments for Operations	(950,844)	-	(100,340)	(115,681)	(1,166,865)
Net Cash Provided/(Used) by Operating Activities	(459,402)	-	136,793	79,329	(243,280)
Cash Flows From Capital Financing Activities:					
Purchase of Capital Assets	(48,219)	-	-	-	(48,219)
Adjustment to Capital Assets	48,219	-	-	-	48,219
Net Cash Provided/(Used) by Capital Financing Activities	-	-	-	-	-
Cash Flows From Noncapital Financing Activities:					
State Sources	12,162	-	-	-	12,162
Federal Sources	525,724	-	-	-	525,724
Miscellaneous Revenue	26,580	-	-	-	26,580
Net Cash Provided/(Used) by Noncapital Financing Activities	564,466	-	-	-	564,466
Cash Flows From Investing Activities:					
Interest & Dividends	166	51	77	34	328
Transfer out	-	(51)	54	-	3
Net Cash Provided/(Used) by Investing Activities	166	-	131	34	331
Net Increase/(Decrease) in Cash & Cash Equivalents	105,230	-	136,924	79,363	321,517
Balances - Beginning of Year	(43,184)	39,583	11,581	-	7,980
Balances - End of Year	\$ 62,046	\$ 39,583	\$ 148,505	\$ 79,363	\$ 329,497

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	\$ (591,894)	\$ -	\$ 73,259	\$ (37,168)	\$ (555,803)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Food Distribution Program	81,075	-	-	-	81,075
Depreciation & Net Amortization	40,301	-	-	-	40,301
(Increase)/Decrease in Accounts Receivable - Other	-	-	(27,427)	(159)	(27,586)
(Increase)/Decrease in Inventories	6,687	-	-	-	6,687
(Increase)/Decrease in Interfunds	4,429	-	90,961	115,746	211,136
Increase/(Decrease) in Accounts Payable	-	-	-	910	910
Total Adjustments	132,492	-	63,534	116,497	312,523
Net Cash Provided/(Used) by Operating Activities	\$ (459,402)	\$ -	\$ 136,793	\$ 79,329	\$ (243,280)

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

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Fiduciary Fund

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BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2015

ASSETS	PRIVATE PURPOSE		AGENCY		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	PAYROLL FUND	STUDENT ACTIVITIES		
Cash & Cash Equivalents	\$ 541,543	\$ 1,135,814	\$ 144,169		\$ 1,821,526
Total Assets	541,543	1,135,814	144,169		1,821,526
LIABILITIES					
Payable to Student Groups	-	-	144,169		144,169
Accrued Salaries & Wages	-	1,109,601	-		1,109,601
Interfund Payable	-	26,213	-		26,213
Total Liabilities	-	1,135,814	144,169		1,279,983
NET POSITION					
Held in Reserve for Unemployment Claims	541,543	-	-		541,543
Total Net Position	\$ 541,543	\$ -	\$ -		\$ 541,543

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
JUNE 30, 2015**

ADDITIONS	PRIVATE PURPOSE UNEMPLOYMENT COMPENSATION TRUST	TOTALS
Contributions:		
Plan Members	\$ 59,576	\$ 59,576
Interest Earned	632	632
	<hr/>	<hr/>
Total Additions	60,208	60,208
	<hr/>	<hr/>
DEDUCTIONS		
Unemployment Claims	-	-
	<hr/>	<hr/>
Total Deductions	-	-
	<hr/>	<hr/>
Change in Net Position	60,208	60,208
Net Position - Beginning of the Year	481,335	481,335
	<hr/>	<hr/>
Net Position - End of the Year	\$ 541,543	\$ 541,543
	<hr/> <hr/>	<hr/> <hr/>

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

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

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BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies

The accompanying financial statements of the Barnegat Township School District have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant accounting policies:

For the year ended June 30, 2015, the District implemented the provisions of GASB Statement No. 68, Accounting and Financial Reporting for Pensions, as amended by GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. GASB Statement Nos. 68 and 71 establish standards for measuring and recognizing net pension liabilities, deferred outflows of resources, deferred inflows of resources, and expenses/expenditures related to pension benefits provided through defined benefit pension plans. In addition, Statement No. 68 requires disclosure of information related to pension benefits.

A. Reporting Entity

The Barnegat Township Board of Education is a Type II district located in the County of Ocean, 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 appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The District provides a full range of educational services appropriate to grade levels K through 12. The District operates four elementary schools, one Middle School and a High School. A superintendent is appointed by the Board and is responsible for the administrative control of the District. The Barnegat Township Board of Education has an approximate enrollment at June 30, 2015 of 3,225 students.

B. Component Units

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.

C. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or component unit are offset by program revenues. Direct expenses are those that are clearly

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

C. Government-Wide and Fund Financial Statements (continued)

identifiable with a specific function, segment, or component unit. Program revenues include charges to customers who purchase, use or directly benefit from goods or services provided by a given function, segment or component unit. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function, segment, or component unit. Taxes and other items not properly included among program revenues are reported instead as general revenues. The District does not allocate general government (indirect) expenses to other functions.

Net position is restricted when constraints placed on it is either externally imposed or imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net position. When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds and similar component units, and major component units. However, the fiduciary funds are not included in the government-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

Government-Wide Financial Statements – The governmental fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements – The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Principal revenue sources considered susceptible to accrual include federal and state grants, tuition and transportation. Other revenues are considered to be measurable and available only when cash is received by the state. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

E. Fund Accounting

The accounts of the Barnegat Township School District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. An account group, on the

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued):

E. Fund Accounting (continued)

other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The various funds and accounts are grouped, in the financial statements in this report, into eight fund types within three broad fund categories and two account groups as follows:

Governmental Funds

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

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

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

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

Capital Projects Fund - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

Proprietary Fund

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued):

E. Fund Accounting (continued)

Enterprise - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the following:

- Food Service Fund – This fund accounts for the revenues and expenses pertaining to the District's cafeteria operations.
- Community Education – This fund accounts for the revenues and expenses pertaining to the District's community education program.
- After Care Program – This fund accounts for the revenues and expenses pertaining to the District's after care program.
- Bengal Cubs Early Learning Center – This fund accounts for the revenues and expenses pertaining to the District's after care program.

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

Revenues are divided into operating and non-operating revenues. Operating revenues consist of daily sales. Non-operating revenues consist of federal and state reimbursable revenues and interest income.

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

Food Service Fund:	
Equipment	15 Years

Fiduciary Fund

Fiduciary funds are used to account for assets held by a governmental entity for other parties (either as trustee or as an agent) and that cannot be used to finance the governmental entity's own operating programs which includes private purpose trust funds and agency funds

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

E. Fund Accounting (continued)

Private Purpose Trust Funds are used to account for the principal and income for trust arrangements that benefit individuals, private organizations, or other governments. The district currently maintains an Unemployment Trust Fund as a private purpose trust.

Agency Funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity's own operating programs. The district currently maintains Payroll funds and Student Activity Funds as Agency Funds.

F. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and private purpose trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total position) is segregated into contributed capital and net position components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, private purpose trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

In its accounting and financial reporting, the Barnegat Township School District follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The Barnegat Township School District's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and private purpose trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

G. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Effective January 17, 2012, P.L.2011 c.202 eliminated the annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C.6:20-2A(m)1*. All budget amendments must be approved by School Board resolution.

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

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

The budget, as detailed on Exhibit C-1, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types.

H. Encumbrances

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as reservations of fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund for which the Barnegat Township School District has received advances are reflected in the balance sheet as either deferred revenues or as a reduction of the receivable at fiscal year-end.

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

I. Cash & 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.

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.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 loss of funds on deposit with a failed banking institution in New Jersey.

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

J. Tuition Receivable/Payable

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.

These adjustments are recorded upon certification by the State Board of Education, which is normally three years following the contract year. The cumulative adjustments through June 30, 2015, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2011-2012 have been established and the District has billed/paid the school boards that have adjustments.

K. Inventories and Prepaid Expenses

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

Prepaid expenses, which benefit future periods, other than those recorded in the enterprise funds, are recorded as expenditures during the year of purchase. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2015.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

L. Short-Term Interfund Receivables/Payables

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the Barnegat Township School District and that are due within one year.

M. Capital Assets

General capital assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the District as assets, which have a cost in excess of \$2,000 at the date of acquisition and a useful life of one year or more. Donated capital assets are valued at their estimated fair market value on the date received. The general capital assets acquired or constructed were valued by an independent appraisal company. General capital assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

General capital assets are reflected as expenditures in the applicable governmental funds. Depreciation expense is recorded in the district-wide financial statements as well as the proprietary fund. Capital assets are depreciated on the straight-line method over the assets' estimated useful life. There is no depreciation recorded for land and construction in progress. Generally estimated useful lives are as follows:

Machinery and Equipment	5 – 20 Years
Building & Other Improvements	10 – 50 Years

N. Accrued Salaries and Wages

District employees, who provide services to the District over the ten-month academic year and extended eleven-month calendar, do have the option to have their salaries disbursed during the entire twelve-month year. Therefore, there is an accrual of \$1,109,601 at June 30, 2015 for such salaries.

O. 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 is 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 the District-Wide financial statements, under governmental activities, compensated absences are reported as an expenditure and noncurrent liabilities.

P. Unearned Revenue

Unearned revenue in the general and special revenue funds represent cash, which has been received but not yet earned.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

Q. Long-Term Obligations

In district-wide financial statements, under governmental activities, long-term debt is recognized as a liability in the general fund as debt is incurred.

R. Fund Balance

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

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

The District uses restricted/committed amounts to be spent first when both restricted and unrestricted fund balance is available, unless prohibited by law or regulation. Additionally, the District would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

S. Net Position

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified in the following three components:

- Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 1: Summary of Significant Accounting Policies (continued)

T. Impact of Recently Issued Accounting Principles

Recently Issued and Adopted Accounting Pronouncements

The GASB issued Statement 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement 27* effective for fiscal years beginning after June 15, 2014. GASB 68 improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency.

U. Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

V. Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

W. Subsequent Events

The District has evaluated subsequent events occurring after June 30, 2015 through November 30, 2015, which is the date the financial statements were available to be issued. See Note 18 for more information.

X. 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 pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 2: Cash & Cash Equivalents

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2015, and reported at fair value are as follows:

Type	Carrying Value
Deposits:	
Demand Deposits	<u>\$10,951,495</u>
Total Deposits	<u>\$10,951,495</u>
The District's Cash and Cash Equivalents are Reported as Follows:	
Governmental Activities	\$ 8,800,472
Business-Type Activities	329,497
Fiduciary Funds	<u>1,821,526</u>
Total Cash and Cash Equivalents	<u>\$10,951,495</u>

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local governmental agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA.

However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity funds or funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2015, the District's bank balance of \$14,188,502 was exposed to custodial credit risk as follows:

Insured Under FDIC	\$ 254,317
Uninsured and uncollateralized	2,650,569
Collateralized in the District's Name	
Under GUDPA	<u>11,283,616</u>
Total	<u>\$ 14,188,502</u>

New Jersey Cash Management Fund - All investments in the fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investments existence, the Division has never suffered a default of principal or interest on any short term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council Regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. As of June 30, 2015, the District had \$4,317 on deposit with the New Jersey Cash Management Fund.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 3: Reserve Accounts

A. Capital Reserve Account

Barnegat Township Board of Education established a Capital Reserve Account on September 25, 2000 for the accumulation of Funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes by transfer by Board resolution at year-end of any unanticipated revenue or

unexpended line-item appropriation amounts, or both. A district may also appropriated additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2014 to June 30, 2015 fiscal year is as follows:

Beginning Balance, July 1, 2014	\$1,883,482
Increase per Resolution Passed June 16, 2015	300,000
Interest Earned	<u>4,059</u>
Ending Balance, June 30, 2015	<u><u>\$2,187,541</u></u>

The June 30, 2015 LRFP balance of local support costs of uncompleted Capital Projects at June 30, 2015 is \$16,115,598.

B. Maintenance Reserve Account

Barnegat Township Board of Education established a Maintenance Reserve Account on June 9, 2009 for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The Maintenance Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the District's approved Maintenance Plan (M-1). A district may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 3: Reserve Accounts (continued)

B. Maintenance Reserve Account (continued)

The activity of the maintenance reserve for the July 1, 2014 to June 30, 2015 fiscal year is as follows:

Beginning Balance, July 1, 2014	\$1,411,195
Increase per Resolution Passed June 16, 2015	300,000
Interest Earned	<u>3,116</u>
Ending Balance, June 30, 2015	<u>\$1,714,311</u>

C. Emergency Reserve Account

An emergency reserve account was established by the Barnegat Township Board of Education by inclusion of \$300,000 on June 17, 2014 for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve account is used to accumulate funds in accordance with *N.J.S.A. 18A:7F-41c(1)* to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent.

The activity of the emergency reserve for the July 1, 2014 to June 30, 2015 fiscal year is as follows:

Beginning Balance, July 1, 2014	\$ 300,372
Increase per Resolution Passed June 16, 2015	192,087
Interest Earned	<u>829</u>
Ending Balance, June 30, 2015	<u>\$ 493,288</u>

Note 4: Accounts Receivable

Accounts receivable at June 30, 2015 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 4: Accounts Receivable (continued)

	General Fund	Special Revenue Fund	Proprietary Fund	Total
Intergovernmental	\$ 412,572	\$ -	\$ 106,765	\$ 519,337
Other	114,734	-	27,427	142,161
Total	<u>\$ 527,306</u>	<u>\$ -</u>	<u>\$ 134,192</u>	<u>\$ 661,498</u>

Note 5: Capital Assets

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

Governmental Activities:	June 30, 2014	Additions	Deletions	Adjustment	June 30, 2015
Capital assets not being depreciated:					
Land	\$ 11,696,706	\$ -	\$ -	\$ -	\$ 11,696,706
Total capital assets not being depreciated	<u>11,696,706</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,696,706</u>
Capital assets being depreciated:					
Site Improvements	8,195,823	13,450	-	-	8,209,273
Buildings	143,538,805	119,536	-	(171,834)	143,486,507
Machinery & Equipment	11,273,410	747,190	(576,156)	7,844	11,452,288
Total historical cost	<u>163,008,038</u>	<u>880,176</u>	<u>(576,156)</u>	<u>(163,990)</u>	<u>163,148,068</u>
	June 30, 2014	Additions	Deletions	Adjustment	June 30, 2015
Accumulated depreciation:					
Site improvements	(3,806,658)	(352,593)	-	-	(4,159,251)
Buildings	(30,235,204)	(3,536,024)	-	(619,837)	(34,391,065)
Machinery & equipment	(9,325,794)	(519,090)	531,443	(125,567)	(9,439,008)
Total accumulated depreciation	<u>(43,367,656)</u>	<u>(4,407,707)</u>	<u>531,443</u>	<u>(745,404)</u>	<u>(47,989,324)</u>
Capital assets being depreciated, net	<u>119,640,382</u>	<u>(3,527,531)</u>	<u>(44,713)</u>	<u>(909,394)</u>	<u>115,158,744</u>
Total Governmental Activities, net	<u>\$ 131,337,088</u>	<u>\$ (3,527,531)</u>	<u>\$ (44,713)</u>	<u>\$ (909,394)</u>	<u>\$ 126,855,450</u>

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 5: Capital Assets (continued)

Business Type Activities:	June 30, 2014	Additions	Deletions	Adjustment	June 30, 2015
Capital assets being depreciated:					
Equipment	\$ 767,120	\$ -	\$ (5,421)	\$ 87,100	\$ 848,799
Total historical cost	767,120	-	(5,421)	87,100	848,799
Accumulated depreciation:					
Equipment	(525,600)	(40,301)	5,421	(38,881)	(599,361)
Total accumulated depreciation	(525,600)	(40,301)	5,421	(38,881)	(599,361)
Capital assets being depreciated, net	241,520	(40,301)	-	48,219	249,438
Total Business-Type Activities, net	\$ 241,520	\$ (40,301)	\$ -	\$ 48,219	\$ 249,438

Note 6: Interfund Receivables, Payables and Transfers

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 690,953	\$ 4,612
Special Revenue Fund	4,612	-
Capital Projects Fund	-	563,202
Debt Service Fund	109,598	-
Food Service Fund	-	4,429
After Care Program	-	90,961
Bengal Cubs	-	115,746
Fiduciary Funds	-	26,213
	<u>\$ 805,163</u>	<u>\$ 805,163</u>

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

Note 7: Long-Term Obligations

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

Governmental Activities:	Balance 6/30/14	Accrued/ Issued	Retired/ Decreases	Balance 6/30/15	Due Within One Year
Net Pension Liability	\$14,673,153	\$ -	\$ 517,732	\$14,155,421	\$ -
Compensated Absences					
Payable	1,641,798	-	4,552	1,637,246	-
Capital Leases	4,308,816	-	317,168	3,991,648	309,976
Bond Premium	493,804	-	45,935	447,869	112,460
Bonds Payable	34,685,000	-	1,340,000	33,345,000	1,400,000
Total	<u>\$55,802,571</u>	<u>\$ -</u>	<u>\$ 2,225,387</u>	<u>\$53,577,184</u>	<u>\$1,822,436</u>

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 7: Long-Term Obligations (continued)

A. Bonds Payable

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

Description of Bonds Payable

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

\$10,310,000 Refunding School Bonds dated January 15, 2004, due in annual installments through April 1, 2025, bearing interest at various rates from 2.00% to 4.35% per annum. In 2014, the District refinanced \$8,000,000 of this bond into the new 2014 Refunding School Bond. The balance remaining as of June 30, 2014 is \$0.

\$9,139,000 School Bonds dated July 1, 2004, originally due in annual installments through July 15, 2024, with amended annual installments due through July 15, 2014 after the 2012 refunding. All installments bear interest rates of 4.375% per annum. In 2012, District refinanced \$6,084,000 of this bond into the new 2012 Refunding School Bond. The balance remaining as of June 30, 2014 is \$0.

\$22,000,000 School Bonds dated November 1, 2007, due in annual installments through April 15, 2032, bearing interest at various rates from 4.375% to 4.500% per annum. The balance remaining as of June 30, 2014 is \$20,440,000.

\$6,105,000 Refunding School Bonds dated April 24, 2012, due in annual installments through July 15, 2024, bearing interest at various rates from 2.00% to 5.00% per annum. The balance remaining as of June 30, 2014 is \$5,990,000.

In 2014, District refinanced \$8,000,000 of the Refunding Bonds of 2004 into the new 2014 Refunding School Bonds. \$7,600,000 Refunding School Bonds dated February 24, 2014, due in annual installments through April 1, 2025, bearing interest at various rates from 2.00% to 5.00% per annum. The balance remaining as of June 30, 2014 is \$6,915,000.

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

Fiscal Year				
<u>Ending June 30,</u>	<u>Principal</u>		<u>Interest</u>	<u>Total</u>
2016	\$ 1,400,000	\$	1,370,813	\$ 2,770,813
2017	1,435,000		1,330,500	2,765,500
2018	1,480,000		1,291,313	2,771,313
2019	1,525,000		1,247,275	2,772,275
2020	1,580,000		1,184,844	2,764,844
2021-2025	8,970,000		4,867,400	13,837,400
2026-2030	11,565,000		2,811,306	14,376,306
2031-2032	5,390,000		366,525	5,756,525
	<u>\$ 33,345,000</u>	<u>\$</u>	<u>14,469,975</u>	<u>\$ 47,814,975</u>

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 7: Long-Term Obligations (continued)

B. Obligations Under Capital Leases

The District is leasing equipment and vehicles totaling \$4,849,724 under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2015:

Year-ending June 30,	Amount
2016	\$ 423,640
2017	453,054
2018	343,049
2019	350,846
2020	363,202
2021-2025	1,985,770
2026-2027	<u>882,633</u>
Total Minimum Lease Payments	4,802,194
Less: Amount Representing Interest	<u>(810,546)</u>
Present Value of Lease Payments	<u><u>\$3,991,648</u></u>

Note 8: Pension Obligations

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/5 5th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Basis of Presentation - The schedules of employer allocations and the schedules of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The amounts presented in the Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2014 and 2013, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Three-Year Trend Information for PERS

<u>Year</u>	<u>Pension</u>	<u>Percentage</u>	<u>Net</u>
<u>Funding</u>	<u>Cost (APC)</u>	<u>of APC</u>	<u>Pension</u>
		<u>Contributed</u>	<u>Obligation</u>
6/30/2015	\$ 623,281	100%	\$ 14,155,421
6/30/2014	578,481	100%	14,673,153
6/30/2013	599,190	100%	-

Components of Net Pension Liability - At June 30, 2015, the District reported a liability of \$14,155,421 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2013, to the measurement date of June 30, 2014. The District's proportion of the net pension liability was based on the District's actual contributions to the plan relative to the total of all participating employers'

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

contributions for the year ended June 30, 2014. The District's proportion measured as of June 30, 2014, was .07561%, which was a decrease of .000117% from its proportion measured as of June 30, 2013.

Collective Balances at June 30, 2015 and June 30, 2014

	<u>6/30/2015</u>	<u>6/30/2014</u>
	July 1, 2014	July 1, 2013
Actuarial valuation date		
Deferred Outflows of Resources	\$ 1,050,845	\$ 623,281
Deferred Inflows of Resources	\$ 1,032,327	N/A
Net Pension Liability	\$ 14,155,421	\$ 14,673,153
District's portion of the Plan's total net pension Liability	0.07561%	0.07677%

Pension Expense and Deferred Outflows/Inflows of Resources - For the year ended June 30, 2015, the District recognized pension expense of \$692,754. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	445,122	-
Net difference between projected and actual earnings on pension plan investments	-	843,586
Changes in proportion and differences between District contributions and proportionate share of contributions	-	188,741
District contributions subsequent to the measurement date	605,723	-
Total	\$ 1,050,845	\$ 1,032,327

\$605,723 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) will be recognized as a reduction of the net pension liability in the

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

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	
<u>June 30:</u>	<u>PERS</u>
2016	\$ (137,347)
2017	(137,347)
2018	(137,347)
2019	(137,347)
2020	(137,347)
Thereafter	99,530

Actuarial Assumptions - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Measurement date	<u>PERS</u> June 30, 2014
Actuarial valuation date	July 1, 2013
Interest rate	7.90%
Salary scale	2012-2021 - 2.15-4.40% Based on Age Thereafter - 3.15-5.40% Based on Age
Inflation rate	3.01%

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

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

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
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%
Total	<u>100.00%</u>	

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

Sensitivity of the 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 as disclosed above, 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:

	<u>1% Decrease</u>	<u>Current Discount Rate (5.39%)</u>	<u>1% Increase</u>
District's proportionate share of the net pension liability	\$ 17,808,002	\$ 14,155,421	\$ 11,088,183

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Basis of Presentation - The schedules of employer and nonemployer allocations and the schedules of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The amounts presented in the Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2014 and 2013, the State's pension contribution was less than the actuarial determined amount.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

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

Three-Year Trend Information for TPAF (Paid on behalf of the District)

<u>Year</u> <u>Funding</u>	<u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net</u> <u>Pension</u> <u>Obligation</u>
6/30/2015	\$ 2,647,242	100%	\$ -
6/30/2014	2,184,368	100%	-
6/30/2013	2,636,361	100%	-

During the year ended June 30, 2015 the State of New Jersey contributed \$2,647,242 to the TPAF for normal and post-retirement medical benefits on behalf of the District. Also in accordance with *N.J.S.A.18A:66-66* the State of New Jersey reimbursed the District \$1,417,954 for the year ended June 30, 2014 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the basic financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

	<u>TPAF</u>
Measurement date	June 30, 2014
Actuarial valuation date	July 1, 2013
Interest rate	7.90%
Salary scale	Varies Based On Experience
Inflation rate	2.50%

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

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

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.50%
Core Fixed Income	0.00%	2.19%
Core Bonds	1.00%	1.38%
Short-Term Bonds	0.00%	1.00%
Intermediate-Term Bonds	11.20%	2.60%
Long-Term Bonds	0.00%	3.23%
Mortgages	2.50%	2.84%
High Yield Bonds	5.50%	4.15%
Non-US Fixed Income	0.00%	1.41%
Inflation-Indexed Bonds	2.50%	1.30%
Broad US Equities	25.90%	5.88%
Large Cap US Equities	0.00%	5.62%
Mid Cap US Equities	0.00%	6.39%
Small Cap US Equities	0.00%	7.39%
Developed Foreign Equities	12.70%	6.05%
Emerging Market Equities	6.50%	8.90%
Private Equity	8.25%	9.15%
Hedge Funds/Absolute Return	12.25%	3.85%
Real Estate (Property)	3.20%	4.43%
Real Estate (REITS)	0.00%	5.58%
Commodities	2.50%	3.60%
Long Credit Bonds	0.00%	3.74%
Total	100%	

Discount Rate - The discount rate used to measure the total pension liability was 4.68% as of June 30, 2014. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.29% as of June 30, 2014, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current member contribution rates and that contributions from employers will be made 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.

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 8: Pension Obligations (continued)

C. Defined Contribution Retirement Program (DCRP)

The District contributes to the New Jersey Defined Contribution Retirement Program (DCRP) which is a defined contribution retirement benefit plan, along with life insurance and disability coverage, for its employees who are ineligible for PERS or TPAF.

When enrolled in the DCRP, members contribute 5.5 percent of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3 percent employer contribution.

Note 9: Post-Retirement Benefits

P.L. 1987, c. 384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State Employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2015, there were 100,134 retirees receiving post-retirement medical benefits, and the state contributed \$1.07 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 benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$173.8 million toward Chapter 126 benefits for 17,356 eligible retired members in Fiscal Year 2014.

Note 10: Risk Management

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

Property and Liability Insurance – The District maintains commercial insurance coverage for property, liability, student accident 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 Compensation Insurance – The District has elected to fund their New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two years:

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 10: Risk Management (continued)

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ 59,576	\$632	\$ -	\$541,543
2013-2014	\$ 60,613	\$559	\$ 35	\$481,335
2012-2013	\$ 384,701	\$271	\$ 129,410	\$420,498

Note 11: Contingent Liabilities

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

Note 12: Economic Dependency

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

Note 13: Deferred Compensation

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

Syracusa	Lincoln Investment	Equitable Life
Valic	Vanguard	Travelers' Insurance
Prudential		

Note 14: Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 14: Compensated Absences (continued)

not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2015 is \$1,637,246

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

Note 15: Fund Balance

General Fund – Of the \$7,930,079 General Fund fund balance at June 30, 2015, \$2,187,541 has been restricted for the capital reserve account; \$1,714,311 has been restricted for the maintenance reserve account; \$493,288 has been restricted for the emergency reserve account; \$2,633,110 has been restricted for the excess surplus; \$1,168,460 has been restricted for the excess surplus designated for subsequent year's expenditures; \$251,931 has been committed for other purposes; and (\$518,562) is unassigned.

Debt Service Fund – All of the \$118,450 Debt Service Fund fund balance at June 30, 2015 is restricted for debt service.

Note 16: Deficit Unrestricted Net Position

As reflected on Exhibit A-1, Statement of Net position, a deficit in unrestricted net position of \$(17,373,614) existed as of June 30, 2015 for governmental activities. The primary causes of this deficit is the District not recognizing the receivable for the last two state aid payments and the recording of the long-term liability for compensated absences and net pension. In accordance with full accrual accounting, which is the basis of accounting for Exhibit A-1, Statement of Net position, such liabilities are required to be recorded in the period in which they are incurred. However, in accordance with the rules and regulations that govern the District in the formulation of their annual budget (see Note 1), compensated absences and pension liabilities that relate to future services, or that are contingent on a specific event outside the control of the District and its employees, are funded in the period in which such services are rendered or in which such events take place. Therefore, this deficit in unrestricted net position for governmental activities does not indicate that the District is facing financial difficulties.

Note 17: Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District has excess fund balance of \$2,633,110 at June 30, 2015. This represents a \$1,464,650 increase from prior year.

Note 18: Subsequent Events

On November 10, 2015, the District issued Series 2015 Refunding Bonds in the amount of \$20,825,000 with payments beginning April 15, 2016. The proceeds of the bond will be used to advance refund and redeem all of the School District's outstanding callable School Bonds Series 2007, maturing on April 15 in the years 2018 through 2032.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued)
JUNE 30, 2015

Note 19: Prior Period Adjustment/Restatement of Net Position

Net position as of July 1, 2014, has been restated as follows for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

	<u>Governmental Activities</u>
Net Position as previously reported at June 30, 2014	\$ 95,871,956
Prior period adjustment -	
Implementation of GASB 68:	
Net Pension Liability (measurement date as of June 30, 2013)	(14,673,153)
PERS Pension Payable (2015 district PERS Pension Contribution)	(623,281)
Deferred Outflows - district contributions made during fiscal year 2015	<u>623,281</u>
Total prior period adjustment	<u>(14,673,153)</u>
Net Position as restated, July 1, 2014	<u>\$ 81,198,803</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 27,609,823	\$ -	\$ 27,609,823	\$ 27,609,823	\$ -
Tuition from Individuals	10-1310	68,000	-	68,000	31,960	(36,040)
Tuition from Other LEA's Within State	10-1320	108,551	-	\$ 108,551	154,035	45,484
Interest Earned on Capital Reserve Funds	10-1511	750	-	750	4,059	3,309
Interest Earned on Maintenance Reserve Funds	10-1512	1,000	-	1,000	3,116	2,116
Interest Earned on Emergency Reserve Funds		-	-	-	829	829
Unrestricted Miscellaneous Revenues	10-1xxx	36,351	-	36,351	120,860	84,509
Total Local Sources		27,824,475	-	27,824,475	27,924,682	100,207
State Sources:						
Extraordinary Aid	10-3131	200,000	-	200,000	334,050	134,050
Extraordinary Aid - Prior Year	10-3131	-	-	-	5,910	5,910
Categorical Special Education Aid	10-3132	1,848,507	-	1,848,507	1,848,507	-
Equalization Aid	10-3176	17,838,317	-	17,838,317	17,838,317	-
Categorical Security Aid	10-3177	102,344	-	102,344	102,344	-
Adjustment Aid	10-3178	2,113	-	2,113	2,113	-
Categorical Transportation Aid	10-3121	185,800	-	185,800	185,800	-
Other State Aids	10-3XXX	63,280	-	63,280	72,494	9,214
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	1,023,088	1,023,088
On-Behalf TPAF Post-Retirement Medical		-	-	-	1,624,154	1,624,154
Reimbursed TPAF Social Security		-	-	-	1,417,954	1,417,954
Total State Sources		20,240,361	-	20,240,361	24,454,731	4,214,370
Federal Sources:						
Medicaid Aid Reimbursement	10-4200	57,155	-	57,155	224,101	166,946
Medicaid Aid Reimbursement - ARRA Funds	10-4210	-	-	-	15,721	15,721
Total Federal Sources		57,155	-	57,155	239,822	182,667
Total Revenues		48,121,991	-	48,121,991	52,619,235	4,497,244
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool	11-105-100-101	72,562	27,332	99,894	97,226	2,668
Kindergarten	11-110-100-101	863,853	(48,779)	815,074	764,810	50,264
Grades 1 - 5	11-120-100-101	5,036,384	(44,781)	4,991,603	4,836,994	154,609
Grades 6 - 8	11-130-100-101	2,962,742	92,899	3,055,641	2,961,005	94,636
Grades 9 - 12	11-140-100-101	3,734,443	(10,706)	3,723,737	3,525,376	198,361
Regular Programs - Home Instruction:						
Other Salaries	11-150-100-106	72,878	(16,712)	56,166	55,908	258
Purchased Professional - Educational Services	11-150-100-320	8,000	2,212	10,212	10,211	1

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Regular Programs - Undistributed Instruction:						
Purchased Professional -						
Other Salaries	11-190-100-106	45,935	35,024	80,959	80,959	-
Educational Services	11-190-100-320	87,344	54,800	142,144	130,588	11,556
Purchased Technical Services	11-190-100-340	287,740	(76,453)	211,287	187,310	23,977
Other Purchased Services (400-500)	11-190-100-500	373,309	(35,300)	338,009	280,701	57,308
General Supplies	11-190-100-610	567,817	199,922	767,739	691,987	75,752
Textbooks	11-190-100-640	297,612	(119,803)	177,809	113,632	64,177
Other Objects	11-190-100-800	123,163	(15,211)	107,952	105,109	2,843
Total Regular Programs - Instruction		14,533,782	44,444	14,578,226	13,841,816	736,410
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	62,161	2,945	65,106	65,106	-
Other Salaries for Instruction	11-204-100-106	82,838	15,790	98,628	98,628	-
General Supplies	11-204-100-610	2,600	(500)	2,100	1,450	650
Total Learning and/or Language Disabilities		147,599	18,235	165,834	165,184	650
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	171,765	(3,028)	168,737	167,789	948
Other Salaries for Instruction	11-209-100-106	81,793	(19,607)	62,186	62,186	-
General Supplies	11-209-100-610	1,800	-	1,800	219	1,581
Other Objects	11-209-100-800	5,000	(3,768)	1,232	1,232	-
Total Behavioral Disabilities		260,358	(26,403)	233,955	231,426	2,529
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	635,113	(46,025)	589,088	567,753	21,335
Other Salaries for Instruction	11-212-100-106	610,142	56,693	666,835	666,835	-
General Supplies	11-212-100-610	8,390	-	8,390	4,579	3,811
Total Multiple Disabilities		1,253,645	10,668	1,264,313	1,239,167	25,146
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	2,323,184	(38,247)	2,284,937	2,244,104	40,833
Other Salaries for Instruction	11-213-100-106	215,097	22,986	238,083	238,083	-
General Supplies	11-213-100-610	10,300	(999)	9,301	5,587	3,714
Total Resource Room		2,548,581	(16,260)	2,532,321	2,487,774	44,547
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	168,789	(13,606)	155,183	145,509	9,674
Other Salaries for Instruction	11-216-100-106	130,944	926	131,870	131,870	-
General Supplies	11-216-100-600	1,500	1,298	2,798	1,457	1,341
Total Preschool Disabilities - Full-Time		301,233	(11,382)	289,851	278,836	11,015
Home Instruction:						
Other Salaries for Instruction	11-219-100-106	-	40,000	40,000	39,843	157
Total Home Instruction		-	40,000	40,000	39,843	157
Total Special Education		4,511,416	14,858	4,526,274	4,442,230	84,044

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Instruction:						
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	960,454	(26,639)	933,815	663,100	270,715
General Supplies	11-230-100-610	9,100	(2,108)	6,992	5,173	1,819
Total Basic Skills/Remedial		<u>969,554</u>	<u>(28,747)</u>	<u>940,807</u>	<u>668,273</u>	<u>272,534</u>
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	180,244	(10,167)	170,077	149,851	20,226
Purchased Services (300-500 Series)	11-401-100-500	5,000	(500)	4,500	4,429	71
Supplies and Materials	11-401-100-600	23,700	506	24,206	23,656	550
Other Objects	11-401-100-800	4,000	2,160	6,160	5,964	196
Total School Sponsored Cocurricular Activities		<u>212,944</u>	<u>(8,001)</u>	<u>204,943</u>	<u>183,900</u>	<u>21,043</u>
School Sponsored Athletics:						
Salaries	11-402-100-100	557,123	(25,687)	531,436	531,061	375
Purchased Services (300-500 Series)	11-402-100-500	111,900	34,576	146,476	146,476	-
Supplies and Materials	11-402-100-600	85,086	22,879	107,965	104,445	3,520
Other Objects	11-402-100-800	48,000	-	48,000	48,000	-
Total School Sponsored Athletics		<u>802,109</u>	<u>31,768</u>	<u>833,877</u>	<u>829,982</u>	<u>3,895</u>
Other Instructional Programs:						
Supplies and Materials	11-403-100-600	3,300	(230)	3,070	545	2,525
Other Objects	11-403-100-800	5,000	-	5,000	238	4,762
Total Instructional Programs - Instruction		<u>8,300</u>	<u>(230)</u>	<u>8,070</u>	<u>783</u>	<u>7,287</u>
Total - Instruction		<u>21,038,105</u>	<u>54,092</u>	<u>21,092,197</u>	<u>19,966,984</u>	<u>1,125,213</u>
Undistributed Expenditures:						
Instruction:						
Tuition to Other LEA's - Within State Regular	11-000-100-561	150,000	-	150,000	77,550	72,450
Tuition to Other LEA's - Within State Special	11-000-100-562	368,636	31,365	400,001	273,014	126,987
Tuition to County Vocational School District - Regular	11-000-100-563	17,000	17,000	34,000	12,000	22,000
Tuition to Private School for the Disabled Within State	11-000-100-566	793,034	-	793,034	328,630	464,404
Tuition - State Facilities	11-000-100-568	96,918	-	96,918	96,918	-
Tuition - Other	11-000-100-569	174,191	(85,000)	89,191	-	89,191
Total Undistributed Expenditures - Instruction		<u>1,599,779</u>	<u>(36,635)</u>	<u>1,563,144</u>	<u>788,112</u>	<u>775,032</u>
Attendance & Social Work Services:						
Salaries	11-000-211-100	109,296	11,080	120,376	115,839	4,537
Supplies and Materials	11-000-211-600	1,500	-	1,500	1,016	484
Total Attendance & Social Work Services		<u>110,796</u>	<u>11,080</u>	<u>121,876</u>	<u>116,855</u>	<u>5,021</u>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Health Services:						
Salaries	11-000-213-100	481,092	5,467	486,559	486,405	154
Purchased Professional & Technical Services	11-000-213-300	30,000	(5,467)	24,533	24,000	533
Other Purchased Services (400-500 Series)	11-000-213-500	9,899	(1,150)	8,749	634	8,115
Supplies and Materials	11-000-213-600	9,185	1,150	10,335	9,644	691
Total Health Services		530,176	-	530,176	520,683	9,493
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	407,763	9,043	416,806	385,340	31,466
Purchased Professional - Educational Services	11-000-216-320	22,250	-	22,250	14,000	8,250
Supplies and Materials	11-000-216-600	3,850	(500)	3,350	1,922	1,428
Total Other Support Services - Students - Related Services		433,863	8,543	442,406	401,262	41,144
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	789,249	(6,158)	783,091	736,136	46,955
Salaries of Secretarial & Clerical Assistants	11-000-218-105	77,956	-	77,956	77,696	260
Purchased Professional - Educational Services	11-000-218-320	13,000	-	13,000	3,823	9,177
Supplies & Materials	11-000-218-600	28,800	-	28,800	27,641	1,159
Total Other Support Services - Students - Regular		909,005	(6,158)	902,847	845,296	57,551
Other Support Services - Students - Special:						
Salaries of Other Professional Staff	11-000-219-104	1,075,296	(28,513)	1,046,783	1,012,988	33,795
Salaries of Secretarial & Clerical Assistants	11-000-219-105	71,496	188	71,684	71,684	-
Purchased Professional - Educational Services	11-000-219-320	34,500	(15,355)	19,145	3,871	15,274
Other Purchased Professional & Technical Services	11-000-219-390	307,311	(42,400)	264,911	177,496	87,415
Supplies & Materials	11-000-219-600	21,600	3,280	24,880	21,207	3,673
Other Objects	11-000-219-800	4,000	905	4,905	3,665	1,240
Total Other Support Services - Students - Special		1,514,203	(81,895)	1,432,308	1,290,911	141,397
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	639,684	1,378	641,062	637,647	3,415
Salaries of Secretarial & Clerical Aides - Summer	11-000-221-104	12,885	(4,931)	7,954	7,954	-
Aides - Normal School Year	11-000-221-105	70,396	1,497	71,893	71,893	-
Other Purchased Professional & Technical Services	11-000-221-390	57,000	(16,250)	40,750	16,524	24,226
Supplies and Materials	11-000-221-600	1,350	2,300	3,650	3,506	144
Other Objects	11-000-221-800	12,000	-	12,000	7,988	4,012

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Total Improvement of Instruction Services/Other Support Services - Instructional Staff		793,315	(16,006)	777,309	745,512	31,797
Educational Media Services/School Library:						
Salaries	11-000-222-100	254,281	(11,362)	242,919	209,950	32,969
Purchased Professional & Technical Services	11-000-222-300	3,350	11,000	14,350	10,617	3,733
Supplies and Materials	11-000-222-600	38,457	34,351	72,808	66,808	6,000
Total Educational Media Services/School Library		296,088	33,989	330,077	287,375	42,702
Instructional Staff Training Services:						
Purchased Professional - Educational Services	11-000-223-320	10,000	(5,000)	5,000	-	5,000
Other Purchased Professional & Technical Services	11-000-223-390	10,000	(10,000)	-	-	-
Other Purchased Services (400-500 Series)	11-000-223-500	4,800	-	4,800	2,668	2,132
Supplies and Materials	11-000-223-600	2,095	-	2,095	1,393	702
Total Instructional Staff Training Services		26,895	(15,000)	11,895	4,061	7,834
Support Services General Administration:						
Salaries	11-000-230-100	194,486	5,107	199,593	199,592	1
Legal Services	11-000-230-331	122,000	(20,565)	101,435	86,621	14,814
Audit Fees	11-000-230-332	39,000	(9,700)	29,300	25,435	3,865
Architectural/Engineering Fees	11-000-230-334	29,770	(29,770)	-	-	-
Other Purchased Professional Services	11-000-230-339	77,409	(29,070)	48,339	47,424	915
Purchased Technical Services	11-000-230-340	33,591	140,434	174,025	141,336	32,689
Communications/Telephone	11-000-230-530	94,050	386	94,436	68,326	26,110
Other Purchased Services (400-500 Series)	11-000-230-590	18,501	(6,500)	12,001	9,170	2,831
General Supplies	11-000-230-610	9,000	10,344	19,344	16,426	2,918
Judgments Against School District	11-000-230-820	6,500	-	6,500	-	6,500
Miscellaneous Expenditures	11-000-230-890	12,000	(2,144)	9,856	4,947	4,909
BOE Membership Dues & Fees	11-000-230-895	33,500	(4,500)	29,000	25,630	3,370
Total Support Services General Administration		669,807	54,022	723,829	624,907	98,922
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	994,030	64,571	1,058,601	994,680	63,921
Salaries of Secretarial & Clerical Assistants	11-000-240-105	439,506	(12,207)	427,299	420,918	6,381
Other Purchased Professional & Technical Services	11-000-240-390	-	3,800	3,800	2,245	1,555
Other Purchased Services (400-500 Series)	11-000-240-500	3,500	(500)	3,000	-	3,000
Supplies & Materials	11-000-240-600	37,300	21,374	58,674	55,360	3,314
Other Objects	11-000-240-890	26,740	2,803	29,543	23,961	5,582
Total Support Services School Administration		1,501,076	79,841	1,580,917	1,497,164	83,753

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Central Services:						
Salaries	11-000-251-100	419,730	869	420,599	416,859	3,740
Purchased Professional Services	11-000-251-330	7,695	(3,000)	4,695	-	4,695
Purchased Technical Services	11-000-251-340	14,500	16,000	30,500	29,145	1,355
Miscellaneous Expenditures	11-000-251-890	9,000	1,310	10,310	9,430	880
Total Central Services		450,925	15,179	466,104	455,434	10,670
Administrative Information Technology:						
Salaries	11-000-252-100	250,112	750	250,862	248,686	2,176
Purchased Technical Services	11-000-252-340	33,322	41,500	74,822	49,396	25,426
General Supplies	11-000-252-610	-	5,500	5,500	5,491	9
Miscellaneous Expenditures	11-000-252-890	-	5,708	5,708	5,428	280
Total Administrative Information Technology		283,434	53,458	336,892	309,001	27,891
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	205,112	(18,590)	186,522	186,521	1
Cleaning, Repair & Maintenance Services	11-000-261-420	258,000	67,403	325,403	325,382	21
General Supplies	11-000-261-610	118,000	25,178	143,178	143,084	94
Other Objects	11-000-261-800	4,250	306	4,556	4,556	-
Total Allowable Maintenance For School Facilities		585,362	74,297	659,659	659,543	116
Other Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	1,345,872	30,411	1,376,283	1,376,173	110
Salaries of Non-Instructional Aides	11-000-262-107	61,003	(6,000)	55,003	54,956	47
Cleaning, Repair & Maintenance Services	11-000-262-420	67,174	(1,712)	65,462	65,212	250
Other Purchased Property Services	11-000-262-490	290,000	(36,844)	253,156	253,149	7
Insurance	11-000-262-520	246,349	12,408	258,757	258,757	-
Travel	11-000-262-580	2,500	945	3,445	3,445	-
General Supplies	11-000-262-610	105,000	2,284	107,284	107,284	-
Energy (Natural Gas)	11-000-262-621	214,000	12,153	226,153	226,153	-
Energy (Electricity)	11-000-262-622	728,655	92,744	821,399	784,013	37,386
Other Objects	11-000-262-800	13,269	11,291	24,560	24,491	69
Interest - Energy Saving Impr Prog Bonds	11-000-262-837	110,250	5,145	115,395	115,395	-
Principal - Energy Saving Impr Prog Bonds	11-000-262-917	190,000	(5,145)	184,855	184,855	-
Total Operation & Maintenance of Plant Services		3,374,072	117,680	3,491,752	3,453,883	37,869
Care and Upkeep of Grounds:						
Salaries	11-000-263-100	242,767	5,009	247,776	247,774	2
Cleaning, Repair & Maintenance Services	11-000-263-420	63,000	(10,175)	52,825	52,825	-
General Supplies	11-000-263-610	89,000	7,330	96,330	96,311	19
Other Objects	11-000-263-800	600	300	900	900	-
Total Care and Upkeep of Grounds		395,367	2,464	397,831	397,810	21

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Security:						
Salaries	11-000-266-100	215,925	475	216,400	216,275	125
Purchased Technical Services	11-000-266-420	30,000	(6,579)	23,421	6,988	16,433
General Supplies	11-000-266-610	10,000	(4,879)	5,121	4,519	602
Other Objects	11-000-266-800	-	4,300	4,300	4,293	7
Total Security		255,925	(6,683)	249,242	232,075	17,167
Student Transportation Services:						
Salaries of Non-Instructional Aides	11-000-270-107	90,630	12,148	102,778	102,778	-
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	1,163,914	(75,178)	1,088,736	1,070,710	18,026
Other Purchased Professional & Technical Services	11-000-270-390	12,950	7,169	20,119	18,314	1,805
Lease Purchase Payments - Buses	11-000-270-443	156,626	(102,935)	53,691	53,691	-
Contracted Services (Aid-in-Lieu) Choice Student	11-000-270-505	-	33,000	33,000	33,000	-
Contracted Services (Special Education Students) - Jointure Agreements	11-000-270-515	14,000	-	14,000	225	13,775
Contracted Services - ESC's & CTSA's - (Special Education Students)	11-000-270-518	383,107	(4,044)	379,063	314,711	64,352
Aid in Lieu	11-000-270-503	60,000	(33,000)	27,000	25,636	1,364
Miscellaneous Purchased Services - Transportation	11-000-270-593	32,000	-	32,000	32,000	-
Transportation Supplies	11-000-270-615	296,000	(39,655)	256,345	228,496	27,849
Miscellaneous Expenditures	11-000-270-800	-	325	325	325	-
Total Student Transportation Services		2,209,227	(202,170)	2,007,057	1,879,886	127,171
Student Transportation Services - Employee Benefits:						
Health Benefits	11-000-270-270	625,875	-	625,875	625,875	-
Total Student Transportation Services - Employee Benefits		625,875	-	625,875	625,875	-
Unallocated Benefits Employee Benefits:						
Social Security Contributions	11-000-291-220	810,203	-	810,203	726,328	83,875
Other Retirement Contributions - PERS	11-000-291-241	624,356	47,649	672,005	650,703	21,302
Other Retirement Contributions - Regular	11-000-291-249	10,000	39,501	49,501	26,006	23,495
Unemployment Compensation	11-000-291-250	289,607	(11,797)	277,810	120,743	157,067
Workman's Compensation	11-000-291-260	290,341	(12,408)	277,933	276,380	1,553
Health Benefits	11-000-291-270	7,830,510	(185,315)	7,645,195	7,025,752	619,443
Tuition Reimbursement	11-000-291-280	62,741	-	62,741	44,799	17,942
Other Employee Benefits	11-000-291-290	505,000	268,730	773,730	773,646	84
Total Unallocated Benefits - Employee Benefits		10,422,758	146,360	10,569,118	9,644,357	924,761

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	1,023,088	(1,023,088)
On-Behalf TPAF Post Retirement Medical		-	-	-	1,624,154	(1,624,154)
Reimbursed TPAF Social Security		-	-	-	1,417,954	(1,417,954)
Total Undistributed Expenditures		<u>26,987,948</u>	<u>232,366</u>	<u>27,220,314</u>	<u>28,845,198</u>	<u>(1,624,884)</u>
Total Expenditures - Current Expense		<u>48,026,053</u>	<u>286,458</u>	<u>48,312,511</u>	<u>48,812,182</u>	<u>(499,671)</u>
Capital Outlay:						
Equipment:						
Undistributed Expenditures:						
Instruction	12-000-100-730	92,000	(14,200)	77,800	70,277	7,523
Support Services - Related & Extra	12-000-21X-730	15,000	15,376	30,376	30,376	-
Support Services - Child Studdy Team	12-000-219-730	7,000	(7,000)	-	-	-
Support Services - Instructional Staff	12-000-220-730	34,404	59,432	93,836	92,884	952
School Administration	12-000-240-730	4,000	12,000	16,000	12,577	3,423
Operation & Maintenance of						
Plant Services	12-000-261-730	51,589	187,982	239,571	162,832	76,739
Security	12-000-266-730	80,252	18,185	98,437	97,822	615
Non-Instructional Equipment	12-000-270-732	57,813	202,170	259,983	259,982	1
Non-Instructional Serv.	12-000-300-732	31,000	11,955	42,955	42,955	-
Total Equipment		<u>373,058</u>	<u>485,900</u>	<u>858,958</u>	<u>769,705</u>	<u>89,253</u>
Facilities Acquisition & Construction Services:						
Other Purchased Prof. and Tech Services	12-000-400-390	112,218	-	112,218	110,471	1,747
Assessment for Debt Service SDA	12-000-400-896	804,036	-	804,036	804,036	-
Total Facilities Acquisition & Construction Services		<u>916,254</u>	<u>-</u>	<u>916,254</u>	<u>914,507</u>	<u>1,747</u>
Total Capital Outlay		<u>1,289,312</u>	<u>485,900</u>	<u>1,775,212</u>	<u>1,684,212</u>	<u>91,000</u>
Total Expenditures		<u>49,315,365</u>	<u>772,358</u>	<u>50,087,723</u>	<u>50,496,394</u>	<u>(408,671)</u>
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures		<u>(1,193,374)</u>	<u>(772,358)</u>	<u>(1,965,732)</u>	<u>2,122,841</u>	<u>4,088,573</u>
Other Financing Sources/(Uses):						
Transfer of Funds To Charter Schools		(11,685)	-	(11,685)	-	11,685
Interest Deposited Into Capital Reserve		(750)	-	(750)	-	750
Interest Deposited Into Maintenance Reserve		(1,000)	-	(1,000)	-	1,000
Total Other Financing Sources/(Uses)		<u>(13,435)</u>	<u>-</u>	<u>(13,435)</u>	<u>-</u>	<u>13,435</u>
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures After Other Financing Sources/(Uses)		<u>(1,206,809)</u>	<u>(772,358)</u>	<u>(1,979,167)</u>	<u>2,122,841</u>	<u>4,102,008</u>
Fund Balances, July 1		<u>7,714,178</u>	<u>-</u>	<u>7,714,178</u>	<u>7,714,178</u>	<u>-</u>
Fund Balances, June 30		<u>\$ 6,507,369</u>	<u>\$ (772,358)</u>	<u>\$ 5,735,011</u>	<u>\$ 9,837,019</u>	<u>\$ 4,102,008</u>

RECAPITULATION OF BUDGET TRANSFERS

Rollover Encumbrances from Prior Year	<u>\$ 772,358</u>
	<u>\$ 772,358</u>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
RECAPITULATION OF FUND BALANCE						
Restricted Fund Balance:						
Capital Reserve					\$ 2,187,541	
Maintenance Reserve					1,714,311	
Emergency Reserve					493,288	
Excess Surplus					2,633,110	
Excess Surplus Designated for Subsequent Year's Expenditures					1,168,460	
Committed Fund Balance:						
Year-End Encumbrances					251,931	
Assigned Fund Balance:						
ARRA - Special Education - Medicaid Initiative					15,721	
Designated for Subsequent Year's Expenditures					300,769	
Unassigned Fund Balance					<u>1,071,888</u>	
Subtotal					<u>9,837,019</u>	
Reconciliation to Governmental Fund Statements (GAAP):						
Last State Aid Payments Not Recognized on GAAP Basis					<u>(1,906,940)</u>	
Fund Balance per Governmental Funds (GAAP)					<u>\$ 7,930,079</u>	

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

REVENUES	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Federal Sources	\$ 964,389	\$ 250,881	\$ 1,215,270	\$ 1,215,270	\$ -
Local Sources	-	18,023	18,023	12,330	(5,693)
Total Revenues	<u>964,389</u>	<u>268,904</u>	<u>1,233,293</u>	<u>1,227,600</u>	<u>(5,693)</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	964,389	(600,487)	363,902	363,902	-
Tuition	-	747,777	747,777	747,777	-
Total Instruction	<u>964,389</u>	<u>147,290</u>	<u>1,111,679</u>	<u>1,111,679</u>	<u>-</u>
Support Services:					
Salaries of Other Professional Staff	-	8,107	8,107	6,870	1,237
Personal Services - Employee Benefits	-	94,615	94,615	94,615	-
Purchased Professional - Educational Services	-	8,976	8,976	8,976	-
Supplies & Materials	-	9,916	9,916	5,460	4,456
Total Support Services	<u>-</u>	<u>121,614</u>	<u>121,614</u>	<u>115,921</u>	<u>5,693</u>
Total Outflows	<u>964,389</u>	<u>268,904</u>	<u>1,233,293</u>	<u>1,227,600</u>	<u>5,693</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 52,619,235	\$ 1,227,600
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	-
Prior Year	-	-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		
	1,878,297	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		
	<u>(1,906,940)</u>	<u>-</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)		
	<u>\$ 52,590,592</u>	<u>\$ 1,227,600</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 50,496,394	\$ 1,227,600
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Current Year	-	-
Prior Year	-	-
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)		
	<u>\$ 50,496,394</u>	<u>\$ 1,227,600</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability (asset)	0.07561%	0.07677%
District's proportionate share of the net pension liability (asset)	\$ 14,155,421	\$ 14,673,153
District's covered-employee payroll	\$ 4,794,351	\$ 4,735,961
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	295.25%	309.82%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	48.72%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TWO FISCAL YEARS**

	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 605,723	\$ 623,281
Contributions in relation to the contractually required contribution	<u>605,723</u>	<u>623,281</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 4,794,351	\$ 4,735,961
Contributions as a percentage of covered- employee payroll	12.63%	13.16%

This schedule is presented to illustrate the requirement to show information for 10 years.
However, until a full 10-year trend is compiled, governments should present information for
those years for which information is available.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT'S
TEACHERS' PENSION AND ANNUITY FUND
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability (asset)	0.19561%	0.19149%
State's proportionate share of the net pension liability (asset) associated with the District	\$ 104,549,683	\$ 96,775,286
District's covered-employee payroll	\$ 19,058,623	\$ 18,864,172
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%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015**

Teachers Pension and Annuity Fund (TPAF)

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

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

Public Employees' Retirement System (PERS)

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

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

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	I.D.E.A. PART B		NO CHILD LEFT BEHIND	
	BASIC	BASIC	TITLE I	TITLE IIA
	REGULAR	PRESCHOOL		
Revenues:				
Federal Sources	\$ 747,777	\$ 31,150	\$ 353,891	\$ 82,452
Local Sources	-	-	-	-
Total Revenues	\$ 747,777	\$ 31,150	\$ 353,891	\$ 82,452
Expenditures:				
Instruction:				
Salaries of Teachers	\$ -	\$ 24,722	\$ 280,866	\$ 58,314
Tuition	747,777	-	-	-
Purchased Professional - Educational Services	-	-	-	-
General Supplies	-	-	-	-
Total Instruction	747,777	24,722	280,866	58,314
Support Services:				
Salaries of Other Professional Staff	-	-	-	-
Personal Services - Employee Benefits	-	6,428	73,025	15,162
Purchased Professional - Educational Services	-	-	-	8,976
Supplies & Materials	-	-	-	-
Total Support Services	-	6,428	73,025	24,138
Total Expenditures	\$ 747,777	\$ 31,150	\$ 353,891	\$ 82,452

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	AFTERSCHOOL INT	READING EXCELLENCE	LOWES TOOLBOX GRANT	BASF GRANT	TOTAL
Revenues:					
Federal Sources	\$ -	\$ -	\$ -	\$ -	\$ 1,215,270
Local Sources	275	6,595	460	5,000	12,330
	<hr/>				
Total Revenues	\$ 275	\$ 6,595	\$ 460	\$ 5,000	\$ 1,227,600
	<hr/> <hr/>				
Expenditures:					
Instruction:					
Salaries of Teachers	\$ -	\$ -	\$ -	\$ -	\$ 363,902
Tuition	-	-	-	-	747,777
	<hr/>				
Total Instruction	-	-	-	-	1,111,679
	<hr/>				
Support Services:					
Salaries of Other					
Professional Staff	275	6,595	-	-	6,870
Personal Services -					
Employee Benefits	-	-	-	-	94,615
Purchased Professional -					
Educational Services	-	-	-	-	8,976
Supplies & Materials	-	-	460	5,000	5,460
	<hr/>				
Total Support Services	275	6,595	460	5,000	115,921
	<hr/>				
Total Expenditures	\$ 275	\$ 6,595	\$ 460	\$ 5,000	\$ 1,227,600
	<hr/> <hr/>				

F. Capital Projects Fund

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

PROJECT TITLE/ISSUE	DATE	ORIGINAL APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED
			PRIOR YEARS	CURRENT YEAR	BALANCE JUNE 30, 2015
Various HVAC Projects	4/1/2002	\$ 2,748,679	\$ 2,742,601	\$ 6,078	\$ -
Central Office	4/1/2002	569,777	566,041	3,736	-
Brackman Roof	4/1/2002	140,300	139,968	332	-
Workshop Renovation	4/1/2002	386,720	350,916	35,804	-
Various Fields	4/1/2002	670,055	669,902	153	-
Horbelt School	10/7/1999	9,497,000	9,482,245	14,755	-
Construction of New High School	12/1/2001	32,068,853	32,020,116	48,737	-
Construction of A New Elementary School & Improvements To Various Schools	1/5/2005	74,865,235	74,865,235	-	-
Total		\$ 120,946,619	\$ 120,837,024	\$ 109,595	\$ -

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Revenues & Other Financing Sources:	
Additional SCC Overages	\$ -
Interest Earnings	-
	<hr/>
Total Revenues	-
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-
	<hr/>
Other Financing Sources/(Uses):	
Transfer to General Fund	-
Transfer to Debt Service Fund	(109,595)
	<hr/>
Total Other Financing Sources & Uses	(109,595)
	<hr/>
Net Change in Fund Balance	(109,595)
Fund Balance - Beginning	109,595
	<hr/>
Fund Balance - Ending	\$ -
	<hr/> <hr/>

BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
VARIOUS HVAC
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 1,403,697	\$ -	\$ 1,403,697	\$ 1,403,697
Transfer from Capital Outlay	1,344,982	-	1,344,982	1,344,982
Total Reserve	2,748,679	-	2,748,679	2,748,679
Expenditures & Other Financing Uses:				
Project Expenditures	2,742,601	-	2,742,601	2,748,679
Transfer to Debt Service Fund	-	6,078	6,078	-
Total Expenditures & Other Financing Uses	2,742,601	6,078	2,748,679	2,748,679
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 6,078	\$ (6,078)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	0185-015-02-0956
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,577,577
Additional Authorized Cost	\$171,102
Revised Authorized Cost	\$2,748,679
Percentage Increase Over Original Authorized Cost	6.64%
Percentage Completion	100.00%
Original Target Completion Date	09/01/03
Revised Target Completion Date	09/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CENTRAL OFFICE
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 386,590	\$ -	\$ 386,590	\$ 386,590
Transfer from Capital Outlay	183,187	-	183,187	183,187
Total Reserve	569,777	-	569,777	569,777
Expenditures & Other Financing Uses:				
Project Expenditures	566,041	-	566,041	569,777
Transfer to Debt Service Fund	-	3,736	3,736	-
Total Expenditures & Other Financing Uses	566,041	3,736	569,777	569,777
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 3,736	\$ (3,736)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	0185-015-02-0956
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$562,577
Additional Authorized Cost	\$7,200
Revised Authorized Cost	\$569,777
Percentage Increase Over Original Authorized Cost	1.28%
Percentage Completion	100.00%
Original Target Completion Date	04/01/03
Revised Target Completion Date	04/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
BRACKMAN ROOF
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 97,025	\$ -	\$ 97,025	\$ 97,025
Transfer from Capital Outlay	43,275	-	43,275	43,275
Total Reserve	140,300	-	140,300	140,300
Expenditures & Other Financing Uses:				
Project Expenditures	139,968	-	139,968	140,300
Transfer to Debt Service Fund	-	332	332	-
Total Expenditures & Other Financing Uses	139,968	332	140,300	140,300
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 332	\$ (332)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	0185-050-02-0660
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$140,300
Additional Authorized Cost	
Revised Authorized Cost	\$140,300
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100.00%

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
WORKSHOP RENOVATION
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 244,013	\$ -	\$ 244,013	\$ 244,013
Transfer from Capital Outlay	142,707	-	142,707	142,707
Total Reserve	386,720	-	386,720	386,720
Expenditures & Other Financing Uses:				
Project Expenditures	350,916	-	350,916	386,720
Transfer to Debt Service Fund	-	35,804	35,804	-
Total Expenditures & Other Financing Uses	350,916	35,804	386,720	386,720
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 35,804	\$ (35,804)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	0185-050-02-1066
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$75,000
Additional Authorized Cost	\$311,720
Revised Authorized Cost	\$386,720
Percentage Increase Over Original Authorized Cost	415.63%
Percentage Completion	100.00%
Original Target Completion Date	09/01/03
Revised Target Completion Date	09/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
VARIOUS FIELDS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 519,442	\$ -	\$ 519,442	\$ 519,442
Transfer from Capital Outlay	150,613	-	150,613	150,613
Total Reserve	670,055	-	670,055	670,055
Expenditures & Other Financing Uses:				
Project Expenditures	669,902	-	669,902	670,055
Transfer to Debt Service Fund	-	153	153	-
Total Expenditures & Other Financing Uses	669,902	153	670,055	670,055
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 153	\$ (153)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	0185-015-02, 0185-015-02-0640, 0185-010-02-0661
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,577,577
Additional Authorized Cost	\$171,102
Revised Authorized Cost	\$2,748,679
Percentage Increase Over Original Authorized Cost	6.64%
Percentage Completion	100.00%
Original Target Completion Date	09/01/03
Revised Target Completion Date	09/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
HORBELT SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Other Sources	\$ 9,497,000	\$ -	\$ 9,497,000	\$ 9,497,000
Total Reserve	9,497,000	-	9,497,000	9,497,000
Expenditures & Other Financing Uses:				
Project Expenditures	8,584,682	-	8,584,682	8,599,437
Transfer to Debt Service Fund	-	14,755	14,755	-
Project Balances Cancelled:				
Debt Service Fund	739,553	-	739,553	739,553
Other Capital Projects	158,010	-	158,010	158,010
Total Expenditures & Other Financing Uses	9,482,245	14,755	9,497,000	9,497,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 14,755	\$ (14,755)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	1/25/1999
Bonds Authorized	1/25/1999
Bonds Issued	10/7/1999
Original Authorized Cost	\$9,497,000
Additional Authorized Cost	(\$882,799)
Revised Authorized Cost	\$8,614,201
Percentage Increase Over Original Authorized Cost	-9.30%
Percentage Completion	100.00%
Original Target Completion Date	9/1/2001
Revised Target Completion Date	9/1/2001

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CONSTRUCTION OF A NEW HIGH SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 21,352,565	\$ -	\$ 21,352,565	\$ 21,352,565
Bond Proceeds & Other Sources	9,139,000	-	9,139,000	9,139,000
Transfer from Capital Reserve	383,704	-	383,704	383,704
Transfer from Capital Outlay	955	-	955	955
Additional SCC Overages	1,193,750	-	1,193,750	1,039,706
Interest Earnings	626	-	626	-
Total Reserve	32,070,600	-	32,070,600	31,915,930
Expenditures & Other Financing Uses:				
Project Expenditures	31,030,268	-	31,030,268	30,926,082
Transfer to Debt Service Fund	-	48,737	48,737	-
Transfer between projects	-	1,121	1,121	-
Project Balances Cancelled:				
Other Capital Projects	989,848	-	989,848	989,848
Total Expenditures & Other Financing Uses	32,020,116	49,858	32,069,974	31,915,930
Other Financing Sources/(Uses):				
Transfer of Interest to General Fund	(626)	-	(626)	-
Total Other Financing Sources/ (Uses)	(626)	-	(626)	-
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 49,858	\$ (49,858)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	202025
Grant Date	December, 2001
Bond Authorization Date	December, 2001
Bonds Authorized	December, 2001
Bonds Issued	July, 2004
Original Authorized Cost	\$30,876,224
Additional Authorized Cost	231,192
Revised Authorized Cost	\$31,107,416
Percentage Increase Over Original Authorized Cost	0.75%
Percentage Completion	100.00%
Original Target Completion Date	September, 2004
Revised Target Completion Date	September, 2004

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CONSTRUCTION OF A NEW ELEMENTARY SCHOOL AND
IMPROVEMENTS TO VARIOUS SCHOOLS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2015**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 49,375,884	\$ -	\$ 49,375,884	\$ 49,375,884
Bond Proceeds & Other Sources	22,689,700	-	22,689,700	22,689,700
Additional SCC Overages	4,071,157	-	4,071,157	4,093,452
Interest Earnings	2,133	-	2,133	2,133
Total Revenues	76,138,874	-	76,138,874	76,161,169
Expenditures & Other Financing Uses:				
Project Expenditures	74,865,235	-	74,865,235	74,886,409
Total Expenditures & Other Financing Uses	74,865,235	-	74,865,235	74,886,409
Other Financing Sources/(Uses):				
Project Balances Cancelled:				
Debt Service Fund				
Other Capital Projects	(1,272,627)	-	(1,272,627)	(1,272,627)
Transfer of Interest to General Fund	(2,133)	-	(2,133)	(2,133)
Transfer between projects	-	1,121	1,121	-
Total Other Financing Sources/ (Uses)	(1,274,760)	1,121	(1,273,639)	(1,274,760)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ (1,121)	\$ 1,121	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	: -010-03-0589, -015-03-0591, -050-03-0593, -070-03-0592, -N01-02-0025, -N02-03-0656
Grant Date	2004
Bond Authorization Date	1/5/2005
Bonds Authorized	\$22,689,700
Bonds Issued	\$22,689,700
Original Authorized Cost	\$72,065,584
Additional Authorized Cost	\$3,378,584
Revised Authorized Cost	\$75,444,168
Percentage Increase Over Original Authorized Cost	4.69%
Percentage Completion	100%
Original Target Completion Date	09/01/08
Revised Target Completion Date	09/30/11

G. Proprietary Funds

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Enterprise Funds

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2015**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	COMMUNITY EDUCATION	AFTER CARE	BENGAL CUBS EARLY LEARNING CENTER	
Current Assets:					
Cash	\$ 62,046	\$ 39,583	\$ 148,505	\$ 79,363	\$ 329,497
Accounts Receivable:					
State	2,480	-	-	159	2,639
Federal	104,126	-	-	-	104,126
Other	-	-	27,427	-	27,427
Inventories	13,356	-	-	-	13,356
Total Current Assets	182,008	39,583	175,932	79,522	477,045
Noncurrent Assets:					
Furniture, Machinery & Equipmen	848,799	-	-	-	848,799
Less: Accumulated Depreciation	(599,361)	-	-	-	(599,361)
Total Noncurrent Assets	249,438	-	-	-	249,438
Total Assets	431,446	39,583	175,932	79,522	726,483
LIABILITIES					
Current Liabilities:					
Unearned Revenue	-	-	-	910	910
Interfund Payable	4,429	-	90,961	115,746	211,136
Total Current Liabilities	4,429	-	90,961	116,656	212,046
NET POSITION					
Net Investment in Capital Assets	249,438	-	-	-	249,438
Unrestricted	177,579	39,583	84,971	(37,134)	264,999
Total Net Position	\$ 427,017	\$ 39,583	\$ 84,971	\$ (37,134)	\$ 514,437

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2015**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	COMMUNITY EDUCATION	AFTER CARE	BENGAL CUBS EARLY LEARNING CENTER	
Operating Revenues:					
Charges for Services:					
Daily Sales - Reimbursable Programs:					
School Lunch Program	\$ 310,634	\$ -	\$ -	\$ -	\$ 310,634
Daily Sales Nonreimbursable Programs:					
School Lunch Program	180,808	-	-	-	180,808
Program Revenues	-	-	173,599	78,513	252,112
Total Operating Revenues	491,442	-	173,599	78,513	743,554
Operating Expenses:					
Cost of Sales	520,786	-	-	-	520,786
Salaries & Benefits	397,160	-	91,940	108,426	597,526
Management & Administrative Fees	69,591	-	-	-	69,591
Other Purchased Services	15,008	-	8,400	7,255	30,663
Cleaning, Repair & Maintenance Services	40,490	-	-	-	40,490
Depreciation	40,301	-	-	-	40,301
Total Operating Expenses	1,083,336	-	100,340	115,681	1,299,357
Operating Income/(Loss)	(591,894)	-	73,259	(37,168)	(555,803)
Nonoperating Revenues (Expenses):					
State Sources:					
State School Lunch Program	11,587	-	-	-	11,587
Federal Sources:					
National School Lunch Program	403,325	-	-	-	403,325
National School Performance Based Program	13,974	-	-	-	13,974
National School Breakfast Program	105,368	-	-	-	105,368
National School After School Snack Program	2,929	-	-	-	2,929
Food Distribution Program	81,075	-	-	-	81,075
Interest & Investment Revenue	166	51	77	34	328
Miscellaneous Revenue	26,580	-	-	-	26,580
Adjustment to Capital Assets	48,219	-	-	-	48,219
Transfer (Out)/In	-	(51)	54	-	3
Total Nonoperating Revenues/(Expenses)	693,223	-	131	34	693,388
Change in Net Position	101,329	-	73,390	(37,134)	137,585
Total Net Position - Beginning	325,688	39,583	11,581	-	376,852
Total Net Position - Ending	\$ 427,017	\$ 39,583	\$ 84,971	\$ (37,134)	\$ 514,437

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2015**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	COMMUNITY EDUCATION	AFTER CARE	BENGAL CUBS EARLY LEARNING CENTER	
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 491,442	\$ -	\$ 237,133	\$ 195,010	\$ 923,585
Payments for Operations	(950,844)	-	(100,340)	(115,681)	(1,166,865)
Net Cash Provided/(Used) by Operating Activities	(459,402)	-	136,793	79,329	(243,280)
Cash Flows From Capital Financing Activities:					
Purchases of Capital Assets	(48,219)	-	-	-	(48,219)
Net Cash Provided/(Used) by Capital Financing Activities	-	-	-	-	-
Cash Flows From Noncapital Financing Activities:					
State Sources	12,162	-	-	-	12,162
Federal Sources	525,724	-	-	-	525,724
Miscellaneous Revenue	26,580	-	-	-	26,580
Net Cash Provided/(Used) by Noncapital Financing Activities	564,466	-	-	-	564,466
Cash Flows From Investing Activities:					
Interest & Dividends	166	51	77	34	328
Transfer (out)/in	-	(51)	54	-	3
Net Cash Provided/(Used) by Investing Activities	166	-	131	34	331
Net Increase/(Decrease) in Cash & Cash Equivalents	105,230	-	136,924	79,363	321,517
Balances - Beginning of Year	(43,184)	39,583	11,581	-	7,980
Balances - End of Year	\$ 62,046	\$ 39,583	\$ 148,505	\$ 79,363	\$ 329,497

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	\$ (591,894)	\$ -	\$ 73,259	\$ (37,168)	\$ (555,803)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Food Distribution Program	81,075	-	-	-	81,075
Depreciation & Net Amortization	40,301	-	-	-	40,301
(Increase)/Decrease in Accounts Receivable - Other	-	-	(27,427)	(159)	(27,586)
(Increase)/Decrease in Inventories	6,687	-	-	-	6,687
(Increase)/Decrease in Interfunds	4,429	-	90,961	115,746	211,136
Increase/(Decrease) in Accounts Payable	-	-	-	910	910
Total Adjustments	132,492	-	63,534	116,497	312,523
Net Cash Provided/(Used) by Operating Activities	\$ (459,402)	\$ -	\$ 136,793	\$ 79,329	\$ (243,280)

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2015**

ASSETS	PRIVATE PURPOSE		AGENCY		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	PAYROLL FUND	STUDENT ACTIVITY		
Cash & Cash Equivalents	\$ 541,543	\$ 1,135,814	\$ 144,169		\$ 1,821,526
Total Assets	541,543	1,135,814	144,169		1,821,526
LIABILITIES					
Payable to Student Groups	-	-	144,169		144,169
Accrued Salaries & Wages	-	1,109,601	-		1,109,601
Interfund Payable	-	26,213	-		26,213
Total Liabilities	-	1,135,814	144,169		1,279,983
NET POSITION					
Held in Reserve for Unemployment Claims	541,543	-	-		541,543
Total Net Position	\$ 541,543	\$ -	\$ -		\$ 541,543

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2015**

ADDITIONS	PRIVATE PURPOSE UNEMPLOYMENT COMPENSATION TRUST	TOTAL
Contributions:		
Plan Members	\$ 59,576	\$ 59,576
Interest Earned	632	632
	<hr/>	<hr/>
Total Additions	60,208	60,208
	<hr/>	<hr/>
DEDUCTIONS		
Unemployment Claims	-	-
	<hr/>	<hr/>
Total Deductions	-	-
	<hr/>	<hr/>
Change in Net Position	60,208	60,208
Net Position - Beginning of the Year	481,335	481,335
	<hr/>	<hr/>
Net Position - End of the Year	\$ 541,543	\$ 541,543
	<hr/> <hr/>	<hr/> <hr/>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

ASSETS	BALANCE JULY 1, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
Student Activities	\$ 20,362	\$ 29,751	\$ 33,590	\$ 16,523
High School Activities	48,872	135,995	156,650	28,217
High School Sports	100,102	130,022	130,695	99,429
Total Assets	\$ 169,336	\$ 295,768	\$ 320,935	\$ 144,169
LIABILITIES				
Payable to Student Groups	\$ 169,336	\$ 295,768	\$ 320,935	\$ 144,169
Total Liabilities	\$ 169,336	\$ 295,768	\$ 320,935	\$ 144,169

**PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

ASSETS	BALANCE JULY 1, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
Cash & Cash Equivalents	\$ 1,040,582	\$ 33,947,404	\$ 33,852,172	\$ 1,135,814
Interfund Receivable	4,116	-	4,116	-
Total Assets	\$ 1,044,698	\$ 33,947,404	\$ 33,856,288	\$ 1,135,814
LIABILITIES				
Payroll Deductions & Withholdings	\$ -	\$ 32,811,590	\$ 32,811,590	\$ -
Accrued Salaries & Wages	1,044,698	1,109,601	1,044,698	1,109,601
Interfund Payable	-	26,213	-	26,213
Total Liabilities	\$ 1,044,698	\$ 33,947,404	\$ 33,856,288	\$ 1,135,814

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I. Long-Term Debt

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2015**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING			AMOUNT OUTSTANDING JUNE 30, 2015	
			DATE	AMOUNT		JUNE 30, 2014	ADDITION	DEFEASED PAYMENTS		
Construction of High School	07/14/05	9,139,000				\$ 470,000	\$ -	\$ -	\$ 470,000	\$ -
Renovations and Improvements of Existing Schools	11/1/07	22,000,000	4/15/2016	190,000	4.375%	20,615,000	-	-	175,000	20,440,000
			4/15/2017	210,000	4.375%					
			4/15/2018	250,000	4.375%					
			4/15/2019	275,000	4.375%					
			4/15/2020	325,000	4.375%					
			4/15/2021	355,000	4.375%					
			4/15/2022	405,000	4.375%					
			4/15/2023	440,000	4.375%					
			4/15/2024	505,000	4.375%					
			4/15/2025	530,000	4.375%					
			4/15/2026	2,115,000	4.375%					
			4/15/2027	2,210,000	4.375%					
			4/15/2028	2,310,000	4.500%					
			4/15/2029	2,410,000	4.500%					
4/15/2030	2,520,000	4.500%								
4/15/2031	2,635,000	4.500%								
4/15/2032	2,755,000	4.500%								
Refunding School Bonds - 2012	4/24/12	6,105,000	7/15/2015	505,000	4.000%	6,000,000	-	-	10,000	5,990,000
			7/15/2016	520,000	3.000%					
			7/15/2017	540,000	3.000%					
			7/15/2018	560,000	4.000%					
			7/15/2019	580,000	4.000%					
			7/15/2020	600,000	4.000%					
			7/15/2021	625,000	4.000%					
			7/15/2022	655,000	5.000%					
			7/15/2023	685,000	5.000%					
7/15/2024	720,000	4.000%								
Refunding School Bonds - 2014	2/24/14	7,600,000	4/1/2016	705,000	2.000%	7,600,000	-	-	685,000	6,915,000
			4/1/2017	705,000	2.000%					
			4/1/2018	690,000	2.000%					
			4/1/2019	690,000	4.000%					
			4/1/2020	675,000	3.000%					
			4/1/2021	685,000	5.000%					
			4/1/2022	680,000	5.000%					
			4/1/2023	700,000	3.250%					
			4/1/2024	680,000	3.375%					
			4/1/2025	705,000	3.500%					
Total						\$ 34,685,000	\$ -	\$ -	\$ 1,340,000	\$ 33,345,000

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2015**

SERIES	INTEREST RATE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2014	ISSUED	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2015
Classroom Equipment	4.18%	114,724	\$ 23,863	\$ -	\$ 23,863	\$ -
Energy Savings Improvement Plan	2.94%	4,135,000	3,925,000	-	175,000	3,750,000
School Buses, Computer Equipment & Textbooks	1.41%	600,000	359,953	-	118,305	241,648
Total			<u>\$ 4,308,816</u>	<u>\$ -</u>	<u>\$ 317,168</u>	<u>\$ 3,991,648</u>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,241,723	\$ -	\$ 2,241,723	\$ 2,241,723	\$ -
Miscellaneous	-	-	-	8,850	8,850
State Sources:					
Debt Service Aid Type II	498,194	-	498,194	498,194	-
Total Revenues	2,739,917	-	2,739,917	2,748,767	8,850
Expenditures:					
Regular Debt Service:					
Interest	1,424,760	-	1,424,760	1,424,759	1
Redemption of Principal	1,340,000	-	1,340,000	1,340,000	-
Total Regular Debt Service	2,764,760	-	2,764,760	2,764,759	1
Total Expenditures	2,764,760	-	2,764,760	2,764,759	1
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(24,843)	-	(24,843)	(15,992)	8,851
Other Financing Sources (Uses):					
Transfer from Capital Projects Fund	-	-	-	109,598	109,598
Total Other Financing Sources (Uses)	-	-	-	109,598	109,598
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Sources (Uses)	(24,843)	-	(24,843)	93,606	118,449
Fund Balance, July 1	24,844	-	24,844	24,844	-
Fund Balance, June 30	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 118,450</u>	<u>\$ 118,449</u>

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BARNEGAT TOWNSHIP BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental Activities:										
Net Investment in										
Capital Assets,	\$ 89,636,561	\$ 93,001,950	\$ 93,930,312	\$ 96,705,379	\$ 95,731,157	\$ 96,355,634	\$ 95,321,191	\$ 51,451,552	\$ 50,469,989	\$ 33,995,698
Restricted	8,196,710	5,191,822	1,404,515	1,448,415	998,512	995,502	1,999,611	32,637,948	(5,869,521)	(327,063)
Unrestricted	(17,373,614)	(2,321,816)	2,118,891	2,275,895	1,319,040	(1,532,062)	(692,099)	(339,242)	(1,559,155)	(91,488)
Total Governmental Activities	\$ 80,459,657	\$ 95,871,956	\$ 97,453,718	\$ 100,429,689	\$ 98,048,709	\$ 95,819,074	\$ 96,628,703	\$ 83,750,258	\$ 43,041,313	\$ 33,577,147
Business-Type Activities:										
Net Investment in										
Capital Assets,	\$ 249,438	\$ 241,520	\$ 275,488	\$ 326,732	\$ 293,263	\$ 269,678	\$ 322,901	\$ 106,186	\$ 115,620	\$ 136,820
Unrestricted	264,999	135,332	80,450	112,339	137,444	173,686	132,686	28,533	120,776	138,072
Total Business-Type Activities	\$ 514,437	\$ 376,852	\$ 355,938	\$ 439,071	\$ 430,707	\$ 443,364	\$ 455,587	\$ 134,719	\$ 236,396	\$ 274,892
District-Wide:										
Net Investment in										
Capital Assets,	\$ 89,885,999	\$ 93,243,470	\$ 94,205,800	\$ 97,032,111	\$ 96,024,420	\$ 96,625,312	\$ 95,644,092	\$ 51,557,738	\$ 50,585,609	\$ 34,132,518
Restricted	8,196,710	5,191,822	1,404,515	1,448,415	998,512	995,502	1,999,611	32,637,948	(5,869,521)	(327,063)
Unrestricted	(17,108,615)	(2,186,484)	2,199,341	2,388,234	1,456,484	(1,358,376)	(559,413)	(310,709)	(1,438,379)	46,584
Total District Net Position	\$ 80,974,094	\$ 96,248,808	\$ 97,809,656	\$ 100,868,760	\$ 98,479,416	\$ 96,262,438	\$ 97,084,290	\$ 83,884,977	\$ 43,277,709	\$ 33,852,039

Source: District CAFR, Schedule A-1

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
FISCAL YEAR ENDING JUNE 30.										
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 14,953,495	\$ 14,517,601	\$ 15,212,116	\$ 14,914,501	\$ 14,095,891	\$ 15,469,793	\$ 15,535,294	\$ 15,598,078	\$ 16,946,136	\$ 14,240,368
Special Education	4,442,230	4,211,048	4,158,217	4,074,599	3,877,190	3,859,197	3,617,328	3,270,502	5,925,299	4,671,128
Other Special Education	1,682,938	1,703,314	1,811,770	1,867,639	1,718,586	2,010,487	1,896,723	1,575,699	2,195,602	2,065,759
Support Services:										
Tuition	904,033	1,427,499	1,206,492	1,420,914	1,301,806	1,945,710	1,993,203	1,874,863	3,736,225	6,092,463
Student & Instruction Related Services	4,211,955	4,092,541	4,227,395	3,905,059	3,857,375	4,127,425	4,147,826	4,053,292	5,058,701	3,958,106
General Administrative Services	624,907	514,057	664,145	615,632	690,219	663,650	680,386	812,398	1,038,952	1,005,088
School Administrative Services	1,497,164	1,441,871	1,433,741	1,450,603	1,429,639	1,466,713	1,381,140	1,498,133	1,760,911	1,246,442
Central Services	455,434	437,673	460,563	426,851	403,167	486,267	452,732	1,920,947	765,592	464,779
Admin Information Technology	309,001	249,164	254,131	221,236	205,272	172,077	81,265	69,583	-	-
Plant Operations & Maintenance	4,426,143	4,099,493	3,594,962	4,864,239	3,933,889	4,404,492	4,772,700	3,006,400	3,684,497	3,446,851
Pupil Transportation	2,505,761	2,609,206	3,016,676	2,915,158	2,952,138	3,609,704	4,041,363	3,499,404	2,803,402	3,069,275
Unallocated Employee Benefits	18,377,141	13,192,300	13,063,771	11,767,033	11,234,022	11,578,013	10,682,741	10,225,147	-	-
Special Schools	-	-	-	-	-	-	-	360	-	4,280
Collection of Prior Year Receivables	-	-	-	-	-	90,078	-	-	-	-
Transfers to Charter Schools	-	9,630	-	-	-	-	-	-	-	-
Long-Term Debt and other charges	2,156,759	2,431,333	1,574,335	1,662,516	1,734,411	1,819,159	1,782,719	1,468,794	1,764,514	1,245,848
Unallocated Compensated Absence Expense	-	-	-	32,306	56,322	(41,782)	53,064	63,825	-	-
Unallocated Adjustment to Fixed Assets	954,107	-	4,130,896	(201,997)	599,538	905,688	-	-	-	-
Unallocated Depreciation	4,407,707	4,477,908	2,984,330	2,668,756	2,771,654	2,812,117	2,701,060	1,841,486	1,779,365	1,740,483
Total Governmental Activities Expenses	61,908,775	55,414,638	57,793,540	52,605,045	50,861,119	55,378,788	53,819,544	50,778,911	47,459,196	43,250,870
Business-Type Activities:										
Food Service	1,083,336	1,131,081	1,192,627	1,214,875	1,225,063	1,185,354	1,192,308	1,280,512	1,106,101	943,730
Community Education	-	-	389	-	372	45,074	31,810	-	-	-
Aftercare Program	100,340	101,224	-	-	-	-	-	-	-	-
Bengal Cubs Early Learning Center	115,681	-	-	-	-	-	-	-	-	-
Total Business-Type Activities Expense	1,299,357	1,232,305	1,193,016	1,214,875	1,225,435	1,230,428	1,224,118	1,280,512	1,106,101	943,730
Total District Expenses	\$ 63,208,132	\$ 56,646,943	\$ 58,986,556	\$ 53,819,920	\$ 52,086,554	\$ 56,609,216	\$ 55,043,662	\$ 52,059,423	\$ 48,565,297	\$ 44,194,600
Program Revenues:										
Governmental Activities:										
Grants & Contributions	\$ 10,651,951	\$ 5,606,899	\$ 5,933,603	\$ 1,839,045	\$ 1,799,937	\$ 2,776,133	\$ 1,863,395	\$ 2,222,149	\$ 13,943,079	\$ 4,420,790
Total Governmental Activities Program Revenues	10,651,951	5,606,899	5,933,603	1,839,045	1,799,937	2,776,133	1,863,395	2,222,149	13,943,079	4,420,790

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
FISCAL YEAR ENDING JUNE 30.										
Business-Type Activities:										
Charges for Services:										
Food Service	491,442	527,936	548,824	668,041	710,408	737,538	760,077	802,326	734,696	659,361
Community Education	-	1,050	1,150	-	-	16,116	70,559	-	-	-
Afterschool Program	173,599	112,761	-	-	-	-	-	-	-	-
Bengal Cubs Early Learning Center	78,513	-	-	-	-	-	-	-	-	-
Operating Grants & Contributions	618,258	604,494	594,145	554,776	501,093	473,199	417,155	376,071	332,602	277,929
Total Business Type Activities	1,361,812	1,246,241	1,144,119	1,222,817	1,211,501	1,226,853	1,247,791	1,178,397	1,067,298	937,290
Program Revenues	\$ 12,013,763	\$ 6,853,140	\$ 7,077,722	\$ 3,061,862	\$ 3,011,438	\$ 4,002,986	\$ 3,111,186	\$ 3,400,546	\$ 15,010,377	\$ 5,358,080
Net (Expense)/Revenue:	\$ (51,256,824)	\$ (49,807,739)	\$ (51,859,937)	\$ (50,766,000)	\$ (49,061,182)	\$ (52,602,655)	\$ (51,956,149)	\$ (48,556,762)	\$ (33,516,117)	\$ (38,830,080)
Governmental Activities	62,455	13,936	(48,897)	7,942	(13,934)	(3,575)	23,673	(102,115)	(38,803)	(6,440)
Business-Type Activities										
Total District-Wide Net Expense	\$ (51,194,369)	\$ (49,793,803)	\$ (51,908,834)	\$ (50,758,058)	\$ (49,075,116)	\$ (52,606,230)	\$ (51,932,476)	\$ (48,658,877)	\$ (33,554,920)	\$ (38,836,520)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for										
General Purposes, Net	\$ 27,609,823	\$ 26,418,198	\$ 25,696,073	\$ 26,379,687	\$ 26,379,687	\$ 24,229,720	\$ 24,129,720	\$ 23,859,822	\$ 19,755,300	\$ 19,024,930
Taxes Levied for Debt	2,241,723	2,326,455	2,542,367	2,321,440	2,319,468	2,162,004	2,209,674	2,475,572	781,800	1,870,430
Service										
Unrestricted Grants &										
Contributions	20,330,090	20,477,810	20,427,004	24,275,797	22,188,249	23,693,211	22,653,547	23,468,068	22,138,534	19,454,306
Tuition	185,995	125,976	68,598	42,199						
Miscellaneous Income	150,047	150,165	149,924	127,857	403,413	205,521	1,832,594	183,845	304,649	341,460
Cancellation of Prior Year Receivable	-	(1,272,627)	-	-	-	-	-	-	-	-
Total Governmental Activities	50,517,678	48,225,977	48,883,966	53,146,980	51,290,817	50,290,456	50,825,535	49,987,307	42,980,283	40,691,126
Business-Type Activities:										
Investment Earnings	328	100	39	-	1,277	2,014	1,425	438	306	242
Miscellaneous Income	26,580	7,984	15,921	422	-	-	-	-	-	-
Adjustment to Fixed Assets	48,219	-	(26,621)	-	-	-	-	-	-	-
Transfer Out	3	(1,106)	(23,575)	-	-	-	-	-	-	-
Contract Budget Guarantee	-	-	-	-	-	27,777	-	-	-	-
Total Business-Type Activities	75,130	6,978	(34,236)	422	1,277	29,791	1,425	438	306	242
Total District-Wide	\$ 50,592,808	\$ 48,232,955	\$ 48,849,730	\$ 53,147,402	\$ 51,292,094	\$ 50,320,247	\$ 50,826,960	\$ 49,987,745	\$ 42,980,589	\$ 40,691,368

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30.									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Change in Net Position:										
Governmental Activities	\$ (739,146)	\$ (1,581,762)	\$ (2,975,971)	\$ 2,380,980	\$ 2,229,635	\$ (2,312,199)	\$ (1,130,614)	\$ 1,430,545	\$ 9,464,166	\$ 1,861,046
Business-Type Activities	137,585	20,914	(83,133)	8,364	(12,657)	26,216	25,098	(101,677)	(38,497)	(6,198)
Total District	\$ (601,561)	\$ (1,560,848)	\$ (3,059,104)	\$ 2,389,344	\$ 2,216,978	\$ (2,285,983)	\$ (1,105,516)	\$ 1,328,868	\$ 9,425,669	\$ 1,854,848

Source: District CAFR, Schedule A-2

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Fund:										
Restricted	\$ 8,196,710	\$ 5,082,227	\$ 3,817,797	\$ 3,255,633	\$ 3,462,641	\$ 1,275,029	\$ 2,077,708	\$ 1,380,649	\$ 143,614	\$ 1,964,204
Committed	251,931	772,358	-	-	-	-	-	-	-	-
Assigned	-	-	355,429	-	-	-	-	-	-	-
Unassigned	(518,562)	(18,704)	-	1,173,151	(448,946)	(1,168,758)	(1,089,692)	(92,840)	(9,739)	(295,247)
Total General Fund	\$ 7,930,079	\$ 5,835,881	\$ 4,173,226	\$ 4,428,784	\$ 3,013,695	\$ 106,271	\$ 988,016	\$ 1,287,809	\$ 133,875	\$ 1,668,957
All Other Governmental Funds:										
Restricted										
Capital Projects Fund	\$ -	\$ 109,595	\$ 1,404,515	\$ 1,448,415	\$ 1,460,914	\$ 1,479,761	\$ 2,233,071	\$ 32,976,470	\$ (5,574,593)	\$ (198,374)
Debt Service Fund	118,450	24,844	24,843	-	-	1	55,978	55,977	-	179,336
Committed:										
Capital Projects Fund	-	-	1,385	-	-	-	-	-	-	-
Unassigned:										
Special Revenue Fund	-	-	-	-	-	-	-	(22,278)	(15,028)	(15,014)
Total All Other Governmental Funds	\$ 118,450	\$ 134,439	\$ 1,430,743	\$ 1,448,415	\$ 1,460,914	\$ 1,479,762	\$ 2,289,049	\$ 33,010,169	\$ (5,589,621)	\$ (34,052)

Source: District CAFR, Schedule B-1

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues:										
Tax Levy	\$ 29,851,546	\$ 28,744,653	\$ 28,238,440	\$ 28,701,127	\$ 28,699,155	\$ 26,391,724	\$ 26,339,394	\$ 26,335,394	\$ 20,537,100	\$ 20,895,360
Miscellaneous	336,042	276,141	218,522	170,056	403,413	205,521	1,832,594	183,845	304,650	356,960
State Sources	24,924,282	24,741,894	25,018,642	24,124,164	22,688,337	21,180,352	23,330,592	24,577,140	34,972,601	22,619,475
Federal Sources	1,455,092	1,342,815	1,341,965	1,990,678	1,299,849	5,288,992	1,186,350	1,113,077	1,109,013	1,240,121
Total Revenue	56,566,962	55,105,503	54,817,569	54,986,025	53,090,754	53,066,589	52,688,930	52,209,456	56,923,364	45,111,916
Expenditures:										
Instruction:										
Regular Instruction	14,953,495	14,517,601	15,212,116	14,914,501	14,095,891	15,469,793	15,535,294	15,598,078	12,568,651	10,960,974
Special Education Instruction	4,442,230	4,211,048	4,158,217	4,074,599	3,877,190	3,859,197	3,617,328	3,270,502	4,338,752	3,690,902
Other Special Instruction	1,682,938	1,703,314	1,811,770	1,867,639	1,718,586	2,010,487	1,896,723	1,575,699	1,661,699	1,597,231
Support Services:										
Tuition	904,033	1,427,499	1,206,492	1,420,914	1,301,806	1,945,710	1,993,203	1,874,863	3,736,225	6,092,463
Student & Instruction Related Services										
General Administrative Services	4,211,955	4,092,541	4,227,395	3,905,059	3,857,375	4,127,425	4,147,826	4,053,292	3,706,018	3,288,813
School Administrative Services	624,907	514,057	664,145	615,632	690,219	663,650	680,386	812,398	859,316	854,546
Central Services	1,497,164	1,441,871	1,433,741	1,450,603	1,429,639	1,466,713	1,381,140	1,498,133	1,251,223	1,009,077
Plant Operations & Maintenance	764,435	686,837	714,694	648,087	608,439	658,344	533,997	1,990,530	536,858	374,715
Pupil Transportation	4,743,311	4,675,911	4,262,208	5,367,042	4,447,153	5,058,551	5,330,201	4,329,195	3,921,272	3,775,715
Unallocated Benefits	2,505,761	2,609,206	3,016,676	2,915,158	2,952,138	3,609,704	4,041,363	3,499,404	2,385,342	2,647,786
Special School Capital Outlay	13,709,553	13,149,410	13,191,824	11,746,033	11,234,022	11,578,013	10,682,741	10,225,148	9,820,128	6,498,394
Debt Service:										
Principal	1,684,212	1,618,049	5,915,541	2,785,987	1,123,451	3,161,913	21,436,777	23,657,467	16,693,391	2,239,391
Interest & Other Charges	1,340,000	1,285,000	1,320,000	1,161,000	1,110,000	1,055,000	1,000,000	1,839,160	745,000	565,000
Total Expenditures	54,488,753	53,582,057	58,654,812	54,571,244	50,202,178	56,477,734	74,142,481	75,621,202	64,014,014	44,854,697

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Excess (Deficiency) of Revenues Over/(Under) Expenditures	2,078,209	1,523,446	(3,837,243)	414,781	2,888,576	(21,453,551)	(21,453,551)	(23,411,746)	(7,090,650)	257,219
Other Financing Sources/(Uses):										
Cancellation of Prior Year Receivable	-	(1,272,627)	-	-	-	-	-	-	-	-
Capital Leases/Bond Proceeds	-	116,917	3,562,628	-	-	24,646	1,437,531	23,887,069	-	-
Total Other Financing Sources/ (Uses)	-	(1,155,710)	3,562,628	-	-	24,646	1,437,531	23,887,069	-	-
Net Change in Fund Balances	\$ 2,078,209	\$ 367,736	\$ (274,615)	\$ 414,781	\$ 2,888,576	\$ (21,428,905)	\$ (20,016,020)	\$ 475,323	\$ (7,090,650)	\$ 257,219
Debt Service as a Percentage of Noncapital Expenditures	5.24%	5.65%	5.38%	5.52%	5.84%	5.38%	5.44%	6.23%	5.36%	4.27%

Source: District CAFR, Schedule B-2

BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	RENTALS AND FACILITIES USE	TUITION	LEASE PURCHASE PROCEEDS	MISCELLANEOUS	TOTAL
2015	\$ 8,004	\$ -	\$ -	\$ -	\$ -	\$ 120,860	\$ 128,864
2014	7,787	-	-	-	-	139,855	147,642
2013	126	-	-	-	-	117,234	117,360
2012	2,331	42,199	-	-	-	95,463	139,993
2011	39,315	17,661	30,018	17,662	-	90,211	194,867
2010	14,088	-	24,020	22,026	-	94,596	154,730
2009	22,975	-	14,266	50,117	-	194,278	281,636
2008	104,774	-	-	-	-	79,071	183,845
2007	146,621	-	-	-	-	17,806	164,427
2006	78,422	-	-	-	-	17,992	96,414

Source: District records

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE
2015	\$ 91,882,700	\$ 1,995,757,600	\$ 4,173,300	\$ 196,100	\$ 136,781,200	\$ 3,189,400	\$ 32,459,100	\$ 2,264,439,400	\$ 5,323,237	\$ 2,259,116,163	1.364
2014	97,899,600	1,975,973,100	3,363,000	109,500	133,948,600	3,189,400	32,459,100	2,246,942,300	4,422,968	2,242,519,332	1.750
2013	99,117,000	1,964,235,300	3,011,800	105,600	136,842,200	5,619,400	32,459,100	2,241,390,400	4,959,197	2,236,431,203	1.281
2012	106,648,000	1,954,463,500	2,220,700	85,800	138,673,800	5,619,400	32,459,100	2,240,170,300	5,808,224	2,234,362,076	1.252
2011	114,492,500	1,938,444,700	2,220,700	81,000	135,712,600	5,619,400	32,459,100	2,229,030,000	5,850,349	2,223,179,651	1.284
2010	139,796,300	2,383,866,100	2,799,500	105,900	148,040,800	13,236,700	38,013,300	2,725,858,600	6,515,499	2,719,343,101	N/A
2009	157,614,500	2,473,115,600	2,891,500	101,200	162,228,500	7,028,900	43,169,300	2,846,149,500	6,375,083	2,839,774,417	0.919
2008	199,511,100	2,415,733,945	2,385,300	78,500	168,459,700	7,122,700	43,169,300	2,836,460,545	6,232,113	2,830,228,432	N/A
2007	233,013,700	2,337,695,000	2,562,300	77,900	158,395,300	7,258,300	45,669,300	2,784,671,800	5,931,286	2,790,603,086	0.969
2006	42,902,200	863,271,200	1,072,900	39,400	49,838,400	1,500,400	25,534,900	984,159,400	2,747,828	986,907,228	2.099

Source: Abstract of Ratables "Assessed Value by Classification"

*Revaluation

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES							TOTAL DIRECT AND OVERLAPPING TAX RATE
	GENERAL OBLIGATION	DEBT SERVICE	TOTAL DIRECT	TOWNSHIP OF BARNEGAT	OCEAN COUNTY	COUNTY LIBRARY	COUNTY HEALTH	COUNTY OPEN SPACE			
2015	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2014	N/A	N/A	1.310	0.754	0.343	0.038	0.014	0.014	0.012	0.012	2.471
2013	1.156	0.101	1.257	0.738	0.345	0.040	0.015	0.015	0.022	0.022	2.417
2012	1.151	0.101	1.252	0.727	0.329	0.038	0.014	0.014	0.014	0.014	2.374
2011	1.180	0.104	1.284	0.732	0.317	0.037	0.014	0.014	0.013	0.013	2.397
2010	0.919	0.082	1.001	0.602	0.242	0.028	0.011	0.011	0.011	0.011	1.895
2009	0.919	N/A	0.919	0.419	0.239	0.028	0.011	0.011	0.011	0.011	1.627
2008	0.923	N/A	0.923	0.419	0.239	0.028	0.011	0.011	0.011	0.011	1.631
2007	0.902	0.067	0.969	0.343	0.232	0.028	0.012	0.012	0.010	0.010	1.594
2006	1.909	0.190	2.099	0.876	0.584	0.063	0.026	0.026	0.024	0.024	3.672

Source: Abstract of Ratables, Breakdown of General Tax Rate

*Revaluation

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2015		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Atlantic Heights LLC	\$ 30,892,800	1	32.80%
Walters Development Co LLC	10,975,200	2	11.65%
Barnegat Village Square	8,745,300	3	9.28%
Hometown Brighton @ Barnegat	8,051,100	4	8.55%
Pinewoods Estates Assoc LLC	6,348,000	5	6.74%
Barnegat Real Property LLC	6,214,000	6	6.60%
D&F Barnegat Development LLC	5,895,500	7	6.26%
Paramount Homes at Wall LLC	5,827,600	8	6.19%
Heritage Point LLC	5,746,500	9	6.10%
Bay Shore Plaza Shopping Center	5,500,000	10	5.84%
Total	<u>\$ 94,196,000</u>		<u>100.00%</u>

TAXPAYER	2006		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Atlantic Heights LLC	N/A	1	N/A
K Hovnanian at Barnegat LLC	N/A	2	N/A
Barnegat Village Sq LLC	N/A	3	N/A
Heritage Point LLC	N/A	4	N/A
Brighton Limited Partnership	N/A	5	N/A
Barnegat Manor Associates LP	N/A	6	N/A
Efros Arthur Est	N/A	7	N/A
Pinewoods Estates of Michigan	N/A	8	N/A
Hancock Home I LLC	N/A	9	N/A
Gunning River Mall LLC	N/A	10	N/A
Total	<u></u>		<u></u>

Source: 2005Audit/CAFR

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

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	
2015	\$ 29,851,546	\$ 29,851,546	100.00%	-
2014	28,744,653	28,744,653	100.00%	-
2013	28,238,440	28,238,440	100.00%	-
2012	28,701,127	28,701,127	100.00%	-
2011	28,699,155	28,699,155	100.00%	-
2010	26,391,724	26,391,724	100.00%	-
2009	26,339,394	26,339,394	100.00%	-
2008	26,335,394	26,335,394	100.00%	-
2007	20,537,100	20,537,100	100.00%	-
2006	20,895,360	20,895,360	100.00%	-

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Dollars in Thousands, Except per Capita)

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	BOND/GRANT ANTICIPATION NOTES (BANS)			
2015	\$ 33,345,000	\$ 3,991,648	-	37,336,648	N/A	N/A
2014	34,685,000	4,308,816	-	38,993,816	N/A	N/A
2013	36,370,000	4,885,234	-	41,255,234	N/A	N/A
2012	37,690,000	4,952,480	-	42,642,480	N/A	N/A
2011	38,830,000	1,320,284	-	40,150,284	N/A	N/A
2010	39,940,000	1,829,248	-	41,769,248	0.09%	40,291
2009	40,995,000	2,344,683	-	43,339,683	0.09%	39,331
2008	41,995,000	1,464,653	-	43,459,653	0.09%	40,975
2007	21,190,000	1,544,539	22,689,700	45,424,239	0.08%	39,214
2006	21,935,000	2,522,709	22,689,700	47,147,409	0.07%	36,773

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Dollars in Thousands, Except per Capita)**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2015	\$ 33,345,000	N/A	33,345,000	N/A	N/A
2014	34,685,000	N/A	34,685,000	N/A	N/A
2013	36,370,000	N/A	36,370,000	N/A	N/A
2012	37,690,000	N/A	37,690,000	1.68%	N/A
2011	38,830,000	N/A	38,830,000	1.42%	N/A
2010	39,940,000	N/A	39,940,000	1.46%	40,291
2009	40,995,000	N/A	40,995,000	1.44%	39,331
2008	41,995,000	N/A	41,995,000	1.48%	40,975
2007	21,190,000	N/A	21,190,000	0.76%	39,214
2006	21,935,000	N/A	21,935,000	2.22%	36,773

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2014**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	
<u>Overlapping Debts:</u>			
Barnegat Township	\$ 9,976,147	43.90%	\$ 4,379,529
County of Ocean	462,467,711	49.50%	<u>228,921,517</u>
Subtotal, Overlapping Debt			233,301,046
Barnegat Township School District Direct Debt	33,345,000	100.00%	<u>33,345,000</u>
Total Direct & Overlapping Debt			<u><u>\$ 266,646,046</u></u>

Sources: Township of Barnegat, Statement of Indebtedness as of December 31, 2014
Debt outstanding data provided by each governmental unit.

NOTES

- 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 Barnegat Township. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment. 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 government unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Debt Limit	\$ 91,095,672	\$ 94,123,335	\$ 97,912,092	\$ 101,208,281	\$ 103,113,921	\$ 110,904,623	\$ 109,526,257	\$ 102,843,085	\$ 100,077,721	\$ 85,255,677
Total Net Debt Applicable to Limit	33,345,000	34,685,000	36,370,000	37,690,000	38,830,000	39,940,000	40,995,000	41,995,000	21,190,000	44,624,700
Legal Debt Margin	\$ 57,750,672	\$ 59,438,335	\$ 61,542,092	\$ 63,518,281	\$ 64,283,921	\$ 70,964,623	\$ 68,531,257	\$ 60,848,085	\$ 78,887,721	\$ 40,630,977
Total Net Debt Applicable to the Limit as a % of Debt Limit	36.60%	36.85%	37.15%	37.24%	37.66%	36.01%	37.43%	40.83%	21.17%	52.34%

Legal Debt Margin Calculation for Fiscal Year 2013

	Equalized Valuation Basis	
	2015	\$ 2,210,886,977
	2014	\$ 2,252,417,735
	2013	2,368,870,715
		<u>\$ 6,832,175,427</u>
Average Equalized Valuation of Taxable Property		<u>\$ 2,277,391,809</u>
Debt Limit (4 % of Average Equalized Valuation)		\$91,095,672
Net Bonded School Debt		<u>33,345,000</u>
Legal Debt Margin		<u>\$57,750,672</u>

Source: See J-10 for bonded debt of the district. Equalized Valuation Bases were obtained from the web site of the State of New Jersey, Department of the Treasury, Division of Taxation, Local Property Tax Statistical Section, Tables of Equalized Valuations.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PER CAPITA	
		PERSONAL INCOME (b)	UNEMPLOYMENT RATE (c)
2015	N/A	N/A	6.7%
2014	22,303	N/A	6.7%
2013	21,913	43,214	8.8%
2012	21,418	43,200	9.7%
2011	21,037	40,724	9.5%
2010	* 20,936	40,291	9.5%
2009	22,643	39,331	5.3%
2008	22,255	40,975	5.2%
2007	21,867	39,214	5.5%
2006	21,192	36,773	N/A

*2010 Census

Source:

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

^b Per Capita Personal income for Ocean County - NJ Dept of Labor

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

EXHIBITS J-15 DATA NOT AVAILABLE

BARNEGAT TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST SEVEN FISCAL YEARS

Function/Program	2015	2014	2013	2012	2011	2010	2009
Instruction:							
Regular	241	243	175	197	201	210	210
Special Education	52	52	16	78	77	85	86
Other Special Education	21	21	53	20	20	20	21
Other Instruction	1	1	63	25	18	18	18
Adult Continuing Education Programs					2	3	3
Support Services:							
Student & Instruction Related Services	82	83	58	61	65	67	70
General Administration	3	3	3	3	3	3	3
School Administrative Services	18	18	24	24	25	27	27
Business Administrative Services	8	8	7	13	11	11	13
Plant Operations & Maintenance	49	49	58	63	61	90	98
Secretary	21	21					
Pupil Transportation	37	38	38	36	42	54	57
Total	533	537	495	519	523	587	605

Source: District Personnel Records

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

SCHOOL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY SCHOOL	MIDDLE SCHOOL	HIGH SCHOOL				
2015	3,223	50,039,782	15,526	2.12%	N/A	1:11.5	1:11.5	1:13	3,179	3,003	0.16%	93.17%
2014	3,225	49,029,295	15,203	-2.55%	N/A	1:11	1:11	1:15	3,174	3,001	-0.56%	93.05%
2013	3,240	50,546,982	15,601	5.26%	495	1:14	1:14	1:15	3,192	3,020	-0.25%	93.21%
2012	3,235	47,944,704	14,821	7.92%	519	1:17	1:15	1:16	3,200	2,987	-2.14%	92.33%
2011	3,294	45,235,378	13,733	-4.65%	455	1:18	1:16	1:15	3,270	3,028	1.30%	91.92%
2010	3,360	48,390,977	14,402	-0.13%	662	1:19	1:14	1:16	3,228	3,041	-1.97%	90.51%
2009	3,303	47,630,014	14,420	4.09%	505	1:17	1:11	1:15	3,293	3,066	0.27%	92.82%
2008	3,314	45,913,004	13,854	8.87%	487	1:16	1:13	1:10	3,284	3,094	-1.35%	94.20%
2007	3,332	42,402,265	12,726	-12.50%	464	1:11	1:11	1:07	3,329	3,232	18.68%	97.09%
2006	2,805	40,794,894	14,544	-10.56%	449	1:11	1:11	1:06	2,805	2,721	22.92%	97.00%

Sources: District records

Note: Enrollment based on annual October District count.

a. Enrollment based on annual October District count.

b. Operating expenditures equal total expenditures less Debt service (Fund 40) and Capital outlay (Fund 30). Large increase in 2009-2010 due to Federal ARRA & Ed Jobs stimulus funding. New elementary school opened in Sept 2008.

c. Teaching staff includes only full-time equivalents of instructional certificated staff.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
DISTRICT BUILDINGS										
Elementary Schools:										
Cecil S. Collins (1980):										
Square Feet	86,000	86,000	86,000	86,000	86,000	86,000	86,000	86,000	86,000	86,000
Capacity (Students)	1,091	1,091	1,091	1,091	1,091	1,091	680	680	680	680
Enrollment	419	388	388	341	416	416	691	658	663	
Lillian M. Dunfee (1974):										
Square Feet	70,817	70,817	70,817	70,817	70,817	70,817	46,000	46,000	46,000	46,000
Capacity (Students)	1,027	1,027	1,027	1,027	1,027	1,027	391	391	391	391
Enrollment (a)	366	377	377	395	342	342	350	352	348	
Robert L. Horbelt (2001):										
Square Feet	80,586	80,586	80,586	80,586	80,586	80,586	65,000	65,000	65,000	65,000
Capacity (Students)	554	554	554	554	554	554	277	277	277	277
Enrollment	444	440	440	424	402	402	424	423	420	
Joseph T. Donahue (2008):										
Square Feet	72,300	72,300	72,300	72,300	72,300	72,300	72,300	72,300	72,300	72,300
Capacity (Students)	805	805	805	805	805	805	805	805	805	805
Enrollment	262	272	272	311	308	308	-	-	-	-
Elizabeth V. Edwards (1927):										
Square Feet	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000
Capacity (Students)	126	126	126	126	126	126	126	126	126	126
Enrollment (a)	-	-	-	-	-	-	-	-	-	-
Middle School:										
Russell O. Brackman (1990):										
Square Feet	172,970	172,970	172,970	172,970	172,970	172,970	126,000	126,000	126,000	126,000
Capacity (Students)	1,815	1,815	1,815	1,815	1,815	1,815	825	825	825	825
Enrollment	746	750	750	786	766	766	794	800	797	
High School:										
Barnegat High (2004):										
Square Feet	201,214	201,214	201,214	201,214	201,214	201,214	155,000	155,000	155,000	155,000
Capacity (Students)	2,282	2,282	2,282	2,282	2,282	2,282	1,141	1,141	1,141	1,141
Enrollment	986	988	988	1,025	1,047	1,047	1,037	1,087	842	567
Other Buildings:										
Transportation (2003):										
Square Feet	2,356	2,356	2,356	2,356	2,356	2,356	2,356	2,356	2,356	2,356
Central Administration (2003):										
Square Feet	2,585	2,585	2,585	2,585	2,585	2,585	2,585	2,585	2,585	2,585
Maintenance (2003):										
Square Feet	788	788	788	788	788	788	788	788	788	788

Number of Schools at June 30, 2015:
 Elementary = 5
 Middle School = 1
 Senior High School = 1
 Other = 3

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

	PROJECT #S	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Cecil S. Collins Elementary	N/A	\$ 88,986	\$ 62,703	\$ 73,945	\$ 949,822	\$ 67,118	\$ 111,316	\$ 78,164	\$ 118,678	\$ 100,497	\$ 71,141
Joseph T. Donahue Elementary	N/A	82,388	64,257	44,762	63,712	56,426	65,734	67,850	-	-	-
Lillian M. Duffee Elementary	N/A	79,500	73,676	41,157	62,405	55,268	76,945	91,619	130,337	117,557	76,015
Robert L. Horbelt Elementary	N/A	91,987	73,428	58,387	71,013	62,892	94,471	74,720	110,604	95,869	55,085
Russell O. Brackman Middle School	N/A	139,088	118,483	113,603	152,424	134,993	179,086	127,193	102,898	83,686	94,906
Barnegat High School	N/A	143,070	120,806	144,003	177,313	157,035	200,630	173,853	185,423	160,933	127,165
Elizabeth V. Edwards Elementary	202025	16,891	1,743	2,845	31,724	28,096	23,252	20,905	40,695	41,994	22,242
Maintenance/Bus Depot	N/A	13,757	11,212	85,338	6,168	5,464	-	-	-	-	-
Board Office	N/A	3,876	4,293	9,480	2,644	2,341	-	-	-	-	-
Total School Facilities		\$ 659,543	\$ 530,601	\$ 573,520	\$ 1,517,225	\$ 569,633	\$ 751,434	\$ 634,304	\$ 688,635	\$ 600,536	\$ 446,554

Collins School 2012 expenditures include mold remediation and refit costs of approximately \$900,000.

* School facilities as defined under EFCFA.

(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District budget records for maintenance accounts; Annual M-1 Report

**BARNEGAT TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2015**

	<u>INSURANCE CARRIER</u>	<u>COVERAGE TYPE</u>	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
<u>1. School Package Policy:</u>				
- Property Including:	SAIF	Replacement Value	\$250,000,000/Occurrence	\$2,500/Occurrence
- Inland Marine		Included	\$250,000,000/Occurrence	\$2,500/Occurrence
- Boiler and Machinery		Included	\$100,000,000/Occurrence	\$2,500/Occurrence
- Crime - Blanket Fidelity		Included	\$500,000/Occurrence	\$1,000/Occurrence
(All Risk Including Earthquake & Flood)				
- Automotive Physical Damage	SAIF	Included	\$250,000,000/Occurrence	\$1,000/Occurrence
- General Liability	SAIF	Included	\$15,000,000/Occurrence	None
- FDLL			\$2,500,000/Occurrence	None
- Medical Payments			\$5,000/Occurrence	None
- Automotive Liability	SAIF	Included	\$15,000,000/Occurrence	None
<u>2. School Leaders Prof Liability</u>				
- Defense Cost Outside of Limit	SAIF		\$10,000,000/Claim \$1,000,000/Claim	\$10,000/Occurrence \$10,000/Occurrence
<u>3. Workers' Compensation</u>				
- Employers Liability	SAIF		New Jersey Statutory \$5,000,000/Occurrence	N/A
<u>4. Storage Tank Pollution Liability</u>				
	SAIF		\$1,000,000/Occurrence	\$2,500/Occurrence
<u>5. Student Accident Insurance</u>				
	Administrator-Bollinger Zurich Insurance Company		\$1,000,000 (Sublimit \$25,000) (Benefit Period 5 Years)	\$0
<u>6. Fidelity Bonds</u>				
- Business Administrator/Board Secretary	Selective Ins. Co. of America		\$273,000	
- Treasurer of School Monies	Selective Ins. Co. of America		\$300,000	

SAIF: School Alliance Insurance Fund
Source: District records

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SINGLE AUDIT SECTION

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EXHIBIT K-1

**INDEPENDENT AUDITOR’S 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**

Honorable President and Members
of the Board of Education
Barnegat Township School District
Barnegat, New Jersey 08005

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental and business-type activities, each major fund and the aggregate remaining fund information of the Barnegat Township School District, as of and for the year ended June 30, 2015 and the related notes to the financial statements, which collectively comprise Barnegat Township School District’s basic financial statements, and have issued our report thereon dated November 30, 2015

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Frank B. Holman, III.
Public School Accountant
Certified Public Accountant
No. 783

Toms River, New Jersey
November 30, 2015



EXHIBIT K-2

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR
A-133 AND NEW JERSEY OMB CIRCULAR 04-04 AND/OR 15-08.**

Honorable President and Members
of the Board of Education
Barnegat Township School District
Barnegat, New Jersey 08005

Report on Compliance for Each Major Federal and State Program

We have audited Barnegat Township School District’s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District’s major federal and state programs for the year ended June 30, 2015. Barnegat Township School District’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 Barnegat Township School District’s major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*; *the New Jersey State Aid/Grant Compliance Supplement*; the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB’s Circular 04-04 and/or 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB’s Circulars 04-04 and/or 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about Barnegat Township School District’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

Management of Barnegat Township School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Barnegat Township School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or 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 or state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB's Circular(s) 04-04 and/or 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Barnegat Township School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and New Jersey OMB's Circular(s) 04-04 and/or 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Frank B. Holman, III.
Public School Accountant
Certified Public Accountant
No. 783

Toms River, New Jersey
November 30, 2015

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2014	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	DEFERRED (ACCOUNTS REVENUE RECEIVABLE; AT JUNE 30, 2013	DUE TO GRANTOR JUNE 30, 2015
		\$		\$	\$	\$	\$	\$	\$	\$
Food Distribution Program	10.565	81,075	7/1/14-6/30/15	-	-	81,075	(81,075)	-	-	-
National School Lunch Program	10.555	397,145	7/1/13-6/30/14	(81,482)	-	81,482	-	-	-	-
National School Lunch Program	10.555	403,325	7/1/14-6/30/15	-	-	325,168	(403,325)	-	(78,157)	-
National Performance Based Lunch	10.555	14,499	7/1/13-6/30/14	(2,990)	-	2,990	-	-	-	-
National Performance Based Lunch	10.555	13,974	7/1/14-6/30/15	-	-	11,326	(13,974)	-	(2,648)	-
National School Breakfast Program	10.553	92,729	7/1/13-6/30/14	(19,464)	-	19,464	-	-	-	-
National School Breakfast Program	10.553	105,368	7/1/14-6/30/15	-	-	82,528	(105,368)	-	(22,840)	-
National School After School Snack Program	10.555	1,731	7/1/13-6/30/14	(318)	-	318	-	-	(481)	-
National School After School Snack Program	10.555	2,929	7/1/14-6/30/15	-	-	2,448	(2,929)	-	-	-
Total U.S. Department of Agriculture				(104,254)	-	606,799	(606,671)	-	(104,126)	-

**U.S. DEPARTMENT OF EDUCATION PASSED-
THROUGH STATE DEPARTMENT OF EDUCATION:**

General Fund:										
Special Education - Medicaid Aid	93.778	224,101	7/1/14-6/30/15	-	-	224,101	(224,101)	-	-	-
Special Education - Medicaid Aid - ARRA	93.778	15,721	7/1/14-6/30/15	-	-	15,721	(15,721)	-	-	-
Total General Fund				-	-	239,822	(239,822)	-	-	-
Special Revenue Fund:										
Title I	84.010	353,891	7/1/14-6/30/15	-	-	353,891	(353,891)	-	-	-
Title II A	84.367	81,329	7/1/13-6/30/14	(6,389)	-	6,389	-	-	-	-
Title II A	84.367	82,452	7/1/14-6/30/15	-	-	82,452	(82,452)	-	-	-
I.D.E.A. Part B, Basic Regular	84.027	747,777	7/1/14-6/30/15	-	-	747,777	(747,777)	-	-	-
I.D.E.A. Preschool	84.173	31,227	7/1/13-6/30/14	(5,161)	-	5,161	-	-	-	-
I.D.E.A. Preschool	84.173	31,150	7/1/14-6/30/15	-	-	31,150	(31,150)	-	-	-
Total Special Revenue Fund				(11,550)	-	1,226,820	(1,215,270)	-	-	-
Total U.S. Department of Education				(11,550)	-	1,466,642	(1,455,092)	-	-	-
Total Federal Financial Assistance				\$ (115,804)	\$	\$ 2,073,441	\$ (2,061,763)	\$	\$ (104,126)	\$

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2014	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS/ CANCELED	DEFERRED REVENUE AT JUNE 30, 2013	(ACCOUNTS RECEIVABLE) JUNE 30, 2015	MEMO ONLY		
										BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:												
General Fund:												
Categorical Special Education Aid	15-495-034-5120-089	\$1,848,507	7/1/14-6/30/15	\$ -	\$ 1,848,507	\$ (1,848,507)	\$ -	\$ -	\$ -	\$ 175,895	\$ 1,848,507	
Equalization Aid	15-495-034-5120-078	17,838,317	7/1/14-6/30/15	-	17,838,317	(17,838,317)	-	-	-	1,697,404	17,838,317	
Categorical Security Aid	15-495-034-5120-084	102,344	7/1/14-6/30/15	-	102,344	(102,344)	-	-	-	9,738	102,344	
Categorical Transportation Aid	15-495-034-5120-014	185,800	7/1/14-6/30/15	-	185,800	(185,800)	-	-	-	17,680	185,800	
Extraordinary Aid	15-495-034-5120-473	334,050	7/1/14-6/30/15	-	-	(334,050)	-	-	(334,050)	-	334,050	
Extraordinary Aid	14-495-034-5120-473	571,933	7/1/13-6/30/14	(566,023)	571,933	(5,910)	-	-	-	-	5,910	
Adjustment Aid	15-495-034-5120-085	2,113	7/1/14-6/30/15	-	2,113	(2,113)	-	-	-	201	2,113	
Additional Transportation Aid	14-495-034-5120-085	8,282	7/1/13-6/30/14	(8,282)	8,282	-	-	-	-	-	-	
Additional Transportation Aid	15-495-034-5120-014	9,214	7/1/14-6/30/15	-	-	(9,214)	-	-	(9,214)	-	9,214	
PARCC Readiness Aid	N/A	31,640	7/1/14-6/30/15	-	-	(31,640)	-	-	(31,640)	3,011	31,640	
Per Pupil Growth Aid	N/A	31,640	7/1/14-6/30/15	-	-	(31,640)	-	-	(31,640)	3,011	31,640	
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	14-100-034-5095-002	1,425,376	7/1/13-6/30/14	(69,235)	69,235	-	-	-	-	-	-	
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	15-100-034-5095-002	1,417,954	7/1/14-6/30/15	-	1,348,649	(1,417,954)	-	-	(69,305)	-	1,417,954	
On-Behalf TPAF Pension Contributions (Nonbudgeted)	15-100-034-5095-001	1,023,088	7/1/14-6/30/15	-	1,023,088	(1,023,088)	-	-	-	-	1,023,088	
On-Behalf TPAF Post-Retirement Medical (Nonbudgeted)	15-100-034-5095-001	1,624,154	7/1/14-6/30/15	-	1,624,154	(1,624,154)	-	-	-	-	1,624,154	
Total General Fund				(643,540)	24,622,422	(24,454,731)	-	-	(475,849)	1,906,940	24,454,731	
Debt Service Fund:												
Debt Service Aid Type II	15-495-034-5120-075	498,194	7/1/14-6/30/15	-	498,194	(498,194)	-	-	-	-	498,194	
Total Debt Service Fund				-	498,194	(498,194)	-	-	-	-	498,194	
Enterprise Fund:												
National School Lunch Program (State Share)	14-100-010-3350-023	12,253	7/1/13-6/30/14	(3,055)	3,055	-	-	-	-	-	-	
National School Lunch Program (State Share)	15-100-010-3350-023	11,587	7/1/14-6/30/15	-	9,107	(11,587)	-	-	(2,480)	-	11,587	
Total Enterprise Fund				(3,055)	12,162	(11,587)	-	-	(2,480)	-	11,587	
Total State Financial Assistance				\$ (646,595)	\$ 25,132,778	\$ (24,964,512)	\$ -	\$ -	\$ (478,329)	\$ 1,906,940	\$ 24,964,512	
Less: State Financial Assistance Not Subject to New Jersey OMB Circular 04-04:												
On-Behalf TPAF Post-Retirement Medical (Nonbudgeted)	15-100-034-5095-001	1,624,154	7/1/14-6/30/15			1,624,154						
On-Behalf TPAF Pension Contributions (Nonbudgeted)	15-100-034-5095-001	1,023,088	7/1/14-6/30/15			1,023,088						
Total State Financial Assistance Subject to New Jersey OMB Circular 04-04						\$ (22,317,270)						

**BARNEGAT TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2015**

Note 1: General

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

Note 2: Basis of Accounting

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

Note 3: Relationship to Basic Financial Statements

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or 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 the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(28,643) for the general fund and \$0 for the special revenue fund. See Exhibit C-3, notes to required supplementary information for a reconciliation of the budgetary basis to the modified accrual 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 presented as follows:

**BARNEGAT TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE (continued)
FOR THE YEAR ENDED JUNE 30, 2015**

Note 3: Relationship to Basic Financial Statements (continued):

	Federal	State	Total
General Fund	\$ 239,822	\$24,426,088	\$24,665,910
Special Revenue Fund	1,215,270	-	1,215,270
Debt Service Fund	-	498,194	498,194
Food Service Fund	<u>606,671</u>	<u>11,587</u>	<u>618,258</u>
Total Financial Assistance	<u>\$2,061,763</u>	<u>\$24,935,869</u>	<u>\$26,997,632</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: Federal and State Loans Outstanding

The Barnegat Township School District had no loan balances outstanding at June 30, 2015.

Note 6: Other

Revenues and expenditures reported under the Food Distribution Program represents 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.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2015**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	None Reported
2) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to basic financial statements noted?	None Reported

Federal Awards

Internal control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
Type of auditor’s report issued on compliance for major programs	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance With Section .510(a) of Circular A-133	None Reported

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.027	I.D.E.A. Part B, Basic Regular
84.173	I.D.E.A. Preschool

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2015**

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

State Awards

Dollar threshold used to distinguish between type A and type B programs:	\$669,518
Auditee qualified as low-risk auditee?	Yes
Type of auditor’s report issued on compliance for major programs	<u>Unmodified</u>
Internal control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04 and/or 15-08?	None Reported

Identification of major programs:

GMIS Number(s)	Name of State Program
15-495-034-5120-473	Extraordinary Aid
15-495-034-5120-089	Categorical Special Education Aid
15-495-034-5120-078	Equalization Aid
15-495-034-5120-084	Categorical Security Aid
15-495-034-5120-085	Adjustment Aid
15-495-034-5120-014	Transportation Aid
15-495-034-5120-097	Per Pupil Growth Aid
15-495-034-5120-098	PARCC Readiness Aid

Section II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

No Current Year Findings

Section III – Federal Awards & State Financial Assistance Finding & Questioned Costs

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB’s Circular Letter 04-04 and/or 15-08.

No Current Year Findings

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
For the Fiscal Year Ended June 30, 2015**

This section identifies the status of prior-year findings related to the basic financial statements and federal awards and state financial assistance that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, OMB Circular A-133 and New Jersey OMB's Circular 04-04 and/or 15-08, as applicable.

No Prior Year Findings