

SCHOOL DISTRICT
OF
BARRINGTON



Barrington Board of Education
Barrington, New Jersey

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

**Comprehensive Annual
Financial Report**

of the

Barrington Board of Education

Barrington, New Jersey

For the Fiscal Year Ended June 30, 2015

Prepared by
Barrington Board of Education
Finance Department

BARRINGTON SCHOOL DISTRICT

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Introductory Section

Barrington School District

*311 Reading Avenue
Barrington, NJ 08007
(856) 547-8467
(856) 547-5533 (fax)*

*Anthony Arcodia
Superintendent*

*Samuel Dutkin
School Business Administrator/
Board Secretary*

November 27, 2015

Honorable President and
Members of the Board of Education
Barrington School District
County of Camden, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the Barrington School District 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 Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The CAFR 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 officers. The financial section includes the general purpose 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 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04 and/or 15-08 OMB, "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:** Barrington School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Barrington Board of Education and all its schools constitute the District's reporting entity.

The District provides the following services:

- K-8 regular education
- Remedial services for at-risk students
- Special Education programs and related services as indicated in the Individual Education Plan (IEP) and required by N.J.A.C. 6:14, including a Preschool Disabilities Program

- Transportation services, both public and nonpublic
- Tuition for the students who choose to attend Haddon Heights High School for grades 9-12.

- 2. ECONOMIC CONDITION AND OUTLOOK:** The Barrington area is experiencing little change in demographics. Ratables have decreased. The community continues to benefit from grant programs for economic redevelopment of the downtown landscape.
- 3. MAJOR INITIATIVES.** The administration continues to incorporate the common core standards into the educational programs, and to enhance technology use across content areas. Efforts are also being implemented to enhance school/community communications through the use of technology and ensure curriculum is up to date in all areas.
- 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 also is responsible for ensuring that an adequate control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

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

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

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

- 6. ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 1.
- 7. CASH MANAGEMENT:** The investment policy of the District is guided in large part by a state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds

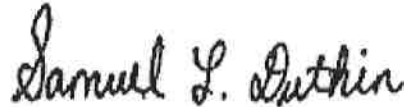
only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8. **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The Board also carried Builders Risk coverage for the facility expansion and renovation projects.
9. **OTHER INFORMATION:** **Independent Audit** – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Inverso and Stewart was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 and/or 15-08 OMB. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.
10. **ACKNOWLEDGMENTS:** We would like to once again express our appreciation to the members of the Barrington School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



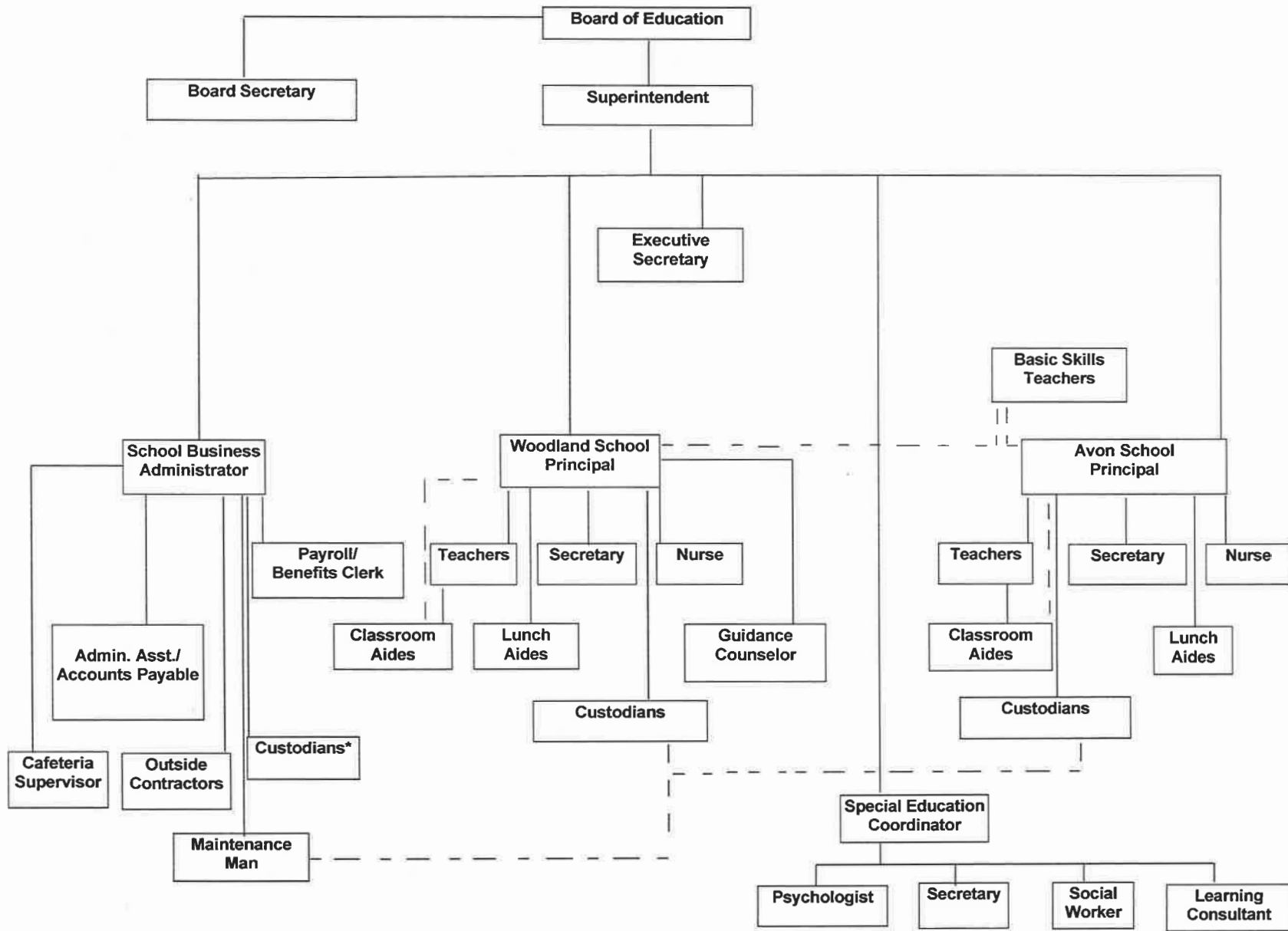
Anthony Arcodia
Superintendent of Schools



Samuel Dutkin
School Business Administrator/
Board Secretary

BARRINGTON BOARD OF EDUCATION

Organizational Chart (Unit Control)



*Summer

BARRINGTON SCHOOL DISTRICT

Roster of Officials June 30, 2015

Members of the Board of Education:

Term Expires

Michael Drumm, President	2015
Carla Bolling, Vice President	2016
Sherry Chin-Glaser	2015
Mark Correa	2015
Robert Klopp	2016
Kelli Martone	2017
Holly McCauley	2016
Martin Schoettler, Jr.	2017
Jennifer Schuster	2017

Other Officials:

Anthony Arcodia, Superintendent
Samuel Dutkin, Business Administrator/Board Secretary
Mary E. Bakey, Treasurer
Mark G. Toscano, Esq. Solicitor

**BARRINGTON SCHOOL DISTRICT
Consultants and Advisors**

Audit Firm

Inverso & Stewart, LLC
651 Route 73 North, Suite 402
Marlton, NJ 08053

Attorney

Mark G. Toscano, Esquire
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Broker of Record

Hardenbergh Insurance Group
8000 Sagemore Drive
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Marlton, NJ 08053

Official Depository

Susquehanna Bank
305 White Horse Pike
Lawnside, NJ 08045

Financial Section

INVERSO & STEWART, LLC
Certified Public Accountants

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New Jersey Society of CPAs

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Barrington School District
County of Camden
Barrington, New Jersey

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School 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 School District's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my 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 Barrington School District, in the County of Camden, 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

As discussed in Note 9 to the financial statements, during the fiscal year ended June 30, 2015, the School District adopted the following new accounting standards issued by the Governmental Accounting Standards Board (GASB): Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. My 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 and budgetary comparison 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. I 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Barrington 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 State of New Jersey OMB's Circular 04-04 and/or 15-08, as applicable, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information described in the previous paragraph is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated November 27, 2015 on my consideration of the Barrington School District's internal control over financial reporting and my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Barrington School District's internal control over financial reporting and compliance.

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant

Marlton, New Jersey
November 27, 2015

INVERSO & STEWART, LLC
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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
 AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
 FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
 WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
 of the Board of Education
 Barrington School District
 County of Camden
 Barrington, New Jersey

I 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 the *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Barrington School District, in the County of Camden, State of New Jersey, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued my report thereon dated November 27, 2015.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Barrington 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 my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, I do not express an opinion on the effectiveness of the Barrington 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School 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.

My 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 my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Barrington School District's financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed an instance of noncompliance or other matters that is 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 which is described in the accompanying *Schedule of Findings and Questioned Costs and Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance* as finding no: 2015-001.

The Barrington School District's Response to Findings

The Barrington School District's response to the finding identified in my audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School 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 in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant

Marlton, New Jersey
November 27, 2015

Required Supplementary Information - Part I
Management's Discussion and Analysis

**Barrington School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015**

As management of the Board of Education of the Barrington, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets of the School District exceeded its liabilities at the close of the most recent fiscal year by \$372,155 (*net position*).
- Governmental activities have an unrestricted net position deficit of \$1,906,403. The accounting treatments in the governmental funds for compensated absences payable, net pension liability, capital lease payables, accrued interest payable and the June state aid payments, and state statutes that prohibit school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance are primarily responsible for this deficit balance.
- The total net position of the School District decreased by \$480,465, or a 56.35% decrease from the prior fiscal year-end balance. The majority of this decrease is attributable to the operations in the governmental funds.
- Fund balance of the School District's governmental funds decreased by \$146,582 resulting in an ending fund balance of \$1,177,194. This decrease is primarily attributable to the results of operations in the general fund.
- Business-type activities have unrestricted net position of \$61,602 which may be used for the operation of the School District's enterprise-related activities (Food Services Program).
- The School District's long-term obligations decreased by \$213,715 which is the reduction of general obligation bonds and capital lease payments and increase in compensated absences for the current year.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-wide Financial Statements

The *district-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The district-wide financial statements include the statement of net position and the statement of activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets and liabilities is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the district-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover all or most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities consolidate the Food Service Fund.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the district-wide financial statements. However, unlike the district-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the district-wide financial statements. The School District maintains one type of proprietary fund - the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the district-wide financial statements, only in more detail.

The School District's one enterprise fund (Food Service Fund) is listed individually and is considered to be a major fund.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the district-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains other supplementary information and schedules required by the New Jersey Audit Program, issued by the New Jersey Department of Education.

District-wide Financial Analysis

The assets of the School District are classified as current assets and capital assets. Cash, investments, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. The majority of the current assets are the results of the tax levy and state aid collection process.

Capital assets are used in the operations of the School District. These assets are land, buildings, improvements and equipment. Capital assets are discussed in greater detail in the section titled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued interest expense on long-term debt, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2015. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2015.

The assets of the primary government activities exceeded liabilities by \$298,470 with a deficit unrestricted balance of \$1,906,403. As mentioned earlier, deficit unrestricted net position is primarily due to the accounting treatment for compensated absences payable, net pension liability, capital leases payable, accrued interest payable, the June state aid payment, and state statutes that prohibit school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

The net position of the primary government does not include internal balances.

A net investment of \$998,793 in land, improvements, buildings, equipment and vehicles which provide the services to the School District's students, accounts for 334.64% of the total net position of the District.

Net position of \$1,206,080 has been restricted as follows:

Designated for the 2015/16 budget	\$ 114,996
Tuition Reserve	457,060
Emergency Reserve	200,000
Maintenance Reserve	200,000
Capital projects	234,024

**Barrington School District
Comparative Summary of Net Position
As of June 30, 2015 and 2014**

	Governmental Activities		Business-Type Activities		District-Wide	
	2015	2014	2015	2014	2015	2014
Assets:						
Current assets	\$ 1,219,074	\$ 1,345,660	\$ 65,701	\$ 51,433	\$ 1,284,775	\$ 1,397,093
Capital assets	6,011,328	8,314,312	12,083	16,623	6,023,411	8,330,935
Total assets	7,230,402	9,659,972	77,784	68,056	7,308,186	9,728,028
Deferred Outflows of Resources	171,530				171,530	
Liabilities:						
Current Liabilities	349,415	310,907	4,099	4,672	353,514	315,579
Noncurrent Liabilities	6,649,877	4,910,857			6,649,877	4,910,857
Total liabilities	6,999,292	5,221,764	4,099	4,672	7,003,391	5,226,436
Deferred Inflows of Resources	104,170	259,688			104,170	259,688
Net position	\$ 298,470	\$ 4,178,520	\$ 73,685	\$ 63,384	\$ 372,155	\$ 4,241,904
Net position consist of:						
Net investment in capital assets	\$ 998,793	\$ 3,042,304	\$ 12,083	\$ 16,623	\$ 1,010,876	\$ 3,058,927
Restricted	1,206,080	1,363,953			1,206,080	1,363,953
Unrestricted	(1,906,403)	(227,737)	61,602	46,761	(1,844,801)	(180,976)
Net position	\$ 298,470	\$ 4,178,520	\$ 73,685	\$ 63,384	\$ 372,155	\$ 4,241,904

Governmental Activities

Governmental activities decreased the net position of the School District by \$149,588 during the current fiscal year. Key elements of the decrease in net position for governmental activities are as follows:

- Depreciation expense of \$306,203.

Business-type Activities

Business-type activities decreased the School District's net position by \$15,672. Key elements of the decrease in net position for business-type activities are as follows:

- The food service fund had a net loss of \$15,672.

**Barrington School District
Comparative Schedule of Changes in Net Position
As of and for the Fiscal Year Ended June 30, 2015 and 2014**

	Governmental Activities		Business-Type Activities		District-Wide	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program Revenues						
Charges for services	\$ -	\$ -	\$ 120,434	\$ 116,546	\$ 120,434	\$ 116,546
Operating grants and Contributions	1,483,956	1,141,282	91,910	84,060	1,575,866	1,225,342
General Revenues:						
Property Taxes	9,557,759	9,405,000			9,557,759	9,405,000
Unrestricted State Aid	3,326,395	3,259,343			3,326,395	3,259,343
Other Revenues	25,353	3,663	24	20	25,377	3,683
Total Revenues	14,393,463	13,809,288	212,368	200,626	14,605,831	14,009,914
Expenses:						
Governmental Activities:						
Instruction	4,944,197	4,229,805			4,944,197	4,229,805
Tuition	3,739,380	4,204,377			3,739,380	4,204,377
Related Services	1,044,259	887,788			1,044,259	887,788
Administrative Services	728,720	681,621			728,720	681,621
Operations and Maintenance	1,214,681	722,348			1,214,681	722,348
Transportation	449,777	463,689			449,777	463,689
Interest on long-term Debt	187,450	196,250			187,450	196,250
Other	102,988	331,616			102,988	331,616
Unallocated benefits	2,472,777	2,241,382			2,472,777	2,241,382
Business-Type Activities:						
Food Service Operations			202,067	216,298	202,067	216,298
Total Expenses	14,884,229	13,958,876	202,067	216,298	15,086,296	14,175,174
Increase in net position						
Before transfers	(490,766)	(149,588)	10,301	(15,672)	(480,465)	(165,260)
Transfers						
Changes in net position	(490,766)	(149,588)	10,301	(15,672)	(480,465)	(165,260)
Net position, July 1,	789,236	4,328,108	63,384	79,056	852,620	4,407,164
Net position, June 30,	\$ 298,470	\$ 4,178,520	\$ 73,685	\$ 63,384	\$ 372,155	\$ 4,241,904

Financial Analysis of the Governmental Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$1,177,194, a decrease of \$146,582 in comparison with the prior year. Most of the decrease can be attributed to the results of operations in the general fund.

The unassigned General Fund balance at the end of the fiscal year is a deficit balance of (\$28,886). The remainder of the fund balance is restricted to indicate that it is not available for new spending because it has already been committed as follows: 1) restricted cash reserved for future capital outlay expenditures (\$234,024), 2) appropriated as a revenue source in the subsequent year's budget (\$252,056), 3) reserved for future budget appropriation (\$320,000), 4) reserved for emergency (\$200,000), or 5) reserved for future maintenance projects (\$200,000)

The general fund is the chief operating fund of the School District. As discussed earlier, the minimal fund balance is due, primarily, to the accounting treatment of the June state aid payments as discussed in the notes to the basic financial statements, and state statutes that prohibit New Jersey school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

Revenue is generally recognized at the time that the outlays are identified; therefore no fund balances are normally generated in the special revenue fund.

General Fund Budgetary Highlights

At the end of the current fiscal year, unassigned fund balance (budgetary basis) of the general fund was \$272,475, while total fund balance (budgetary basis) was \$1,475,610. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to \$13,517,238. Unassigned fund balance (budgetary basis) represents 2.02% of expenditures while total fund balance (budgetary basis) represents 10.92% of that same amount.

Capital Asset and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2015, totaled \$6,023,411 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, equipment and vehicles. The total decrease in the District's investment in capital assets for the current fiscal year was \$587,192, or a 8.88% decrease.

Major capital assets events during the current fiscal year included the following:

- Depreciation expense for the current fiscal year was \$587,192

**Barrington School District
Capital Asset (net of accumulated depreciation)
June 30, 2015 and 2014**

	Governmental Activities		Business-Type Activities		District-Wide	
	2015	2014	2015	2014	2015	2014
Land	\$ 133,067	\$ 133,067			\$ 133,067	\$ 133,067
Construction in Progress						
Site Improvements	44,932	49,767			44,932	49,767
Buildings and Building Improvements	5,660,657	6,157,032			5,660,657	6,157,032
Equipment	<u>172,672</u>	<u>254,114</u>	<u>\$ 12,083</u>	<u>\$ 16,623</u>	<u>184,755</u>	<u>270,737</u>
Total	<u>\$ 6,011,328</u>	<u>\$ 6,593,980</u>	<u>\$ 12,083</u>	<u>\$ 16,623</u>	<u>\$ 6,023,411</u>	<u>\$ 6,610,603</u>

Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Long-term debt – During the fiscal year ended June 30, 2015, the School District had total bonded debt outstanding of \$4,770,000 backed by the full faith and credit of the School District. In addition, the School District has outstanding lease obligations in the amount of \$160 and future compensated absences of \$151,829.

General obligation bonds for the School District decreased during the current fiscal year according to the normal schedule of payments.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was \$15,578,788 and the legal debt margin was \$10,808,788.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2015-2016 fiscal year.

- For the 2015-16 fiscal year the School District will be receiving a slight increase in state aid. The local tax levy in the General Fund increased \$457,475 over the previous year, resulting in an 8.1 cent tax increase. Salaries continue to increase contractually; however, the District has managed to control costs. The 2015-16 General Fund Budget is \$72,089 less than the previous year or a .54% decrease.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Barrington School District Business Administrator, 311 Reading Avenue, Barrington, New Jersey, 08007, telephone number (856) 547-8648.

Basic Financial Statements

District-Wide Financial Statements

BARRINGTON SCHOOL DISTRICT
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 912,952	\$ 51,179	\$ 964,131
Receivables, net	306,122	4,592	310,714
Inventory		9,930	9,930
Capital Assets, net (Note 5)	6,011,328	12,083	6,023,411
Total Assets	7,230,402	77,784	7,308,186
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows of resources from pensions	171,530		171,530
LIABILITIES:			
Accounts Payable	10,355	1,116	11,471
Intergovernmental Payable			
State	31,525		31,525
Unearned Revenue		2,983	2,983
Accrued Interest Payable	45,063		45,063
Noncurrent Liabilities:			
Due within one year	262,472		262,472
Due beyond one year	4,901,892		4,901,892
Net pension liability	1,747,985		1,747,985
Total Liabilities	6,999,292	4,099	7,003,391
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows of resources from pensions	104,170		104,170
NET POSITION:			
Net Investment in Capital Assets	998,793	12,083	1,010,876
Restricted for:			
Capital Projects	234,024		234,024
Debt Service			
Other Purposes	972,056		972,056
Unrestricted (Deficit)	(1,906,403)	61,602	(1,844,801)
Total Net Position	\$ 298,470	\$ 73,685	\$ 372,155

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

BARRINGTON SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 3,634,351	\$ -	\$ 151,700	\$ -	\$ (3,482,651)	\$ -	\$ (3,482,651)
Special Education	1,160,139		214,424		(945,715)		(945,715)
Other instruction	149,707				(149,707)		(149,707)
Support Services:							
Tuition	3,739,380				(3,739,380)		(3,739,380)
Student & instruction related services	1,044,259		38,708		(1,005,551)		(1,005,551)
General administrative services	286,206				(286,206)		(286,206)
School administrative services	187,326				(187,326)		(187,326)
Central services	255,188				(255,188)		(255,188)
Plant operations and maintenance	1,214,681		193,470		(1,021,211)		(1,021,211)
Pupil transportation	449,777				(449,777)		(449,777)
Unallocated benefits	2,472,777		885,654		(1,587,123)		(1,587,123)
Interest on long-term debt	187,450				(187,450)		(187,450)
Transfer to charter school	5,571				(5,571)		(5,571)
Unallocated depreciation and amortization	97,417				(97,417)		(97,417)
Total Governmental Activities	<u>14,884,229</u>		<u>1,483,956</u>		<u>(13,400,273)</u>		<u>(13,400,273)</u>
Business-Type Activities:							
Food service	202,067	120,434	91,910			10,277	10,277
Total Business-Type Activities	<u>202,067</u>	<u>120,434</u>	<u>91,910</u>			<u>10,277</u>	<u>10,277</u>
Total Primary Government	\$ 15,086,296	\$ 120,434	\$ 1,575,866	\$ -	(13,400,273)	10,277	(13,389,996)
General Revenues:							
Taxes:							
Property taxes, levied for general purposes, net					9,168,525		9,168,525
Taxes levied for debt service					389,234		389,234
Federal and State aid not restricted					3,326,395		3,326,395
Investment Earnings					408	24	432
Miscellaneous Income					24,945		24,945
Total general revenues, special items, extraordinary items and transfers					<u>12,909,507</u>	<u>24</u>	<u>12,909,531</u>
Change in Net Position					(490,766)	10,301	(480,465)
Net Position - July 1, 2014, as restated (Note 21)					789,236	63,384	852,620
Net Position - June 30, 2015					<u>\$ 298,470</u>	<u>\$ 73,685</u>	<u>\$ 372,155</u>

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

Fund Financial Statements

BARRINGTON SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2015

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and cash equivalents	\$ 636,598	\$ 45,275	\$ -	\$ -	\$ 681,873
Receivables, net					
State aid	86,661		191,950		278,611
Federal aid		15,973			15,973
Other accounts receivable	11,538				11,538
Interfund	218,728				218,728
Restricted assets:					
Cash and cash equivalents	231,079				231,079
Total Assets	<u>\$ 1,184,604</u>	<u>\$ 61,248</u>	<u>\$ 191,950</u>	<u>\$ -</u>	<u>\$ 1,437,802</u>
 LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	10,355				10,355
Interfund payable		29,723	189,005		218,728
Intergovernmental payable:					
State		31,525			31,525
Total Liabilities	<u>10,355</u>	<u>61,248</u>	<u>189,005</u>		<u>260,608</u>
Fund Balances:					
Restricted for:					
Capital reserve	231,079				231,079
Maintenance reserve	200,000				200,000
Tuition reserve - current year	320,000				320,000
Tuition reserve - prior year	137,060				137,060
Emergency reserve	200,000				200,000
Assigned to:					
Subsequent year's budget	114,996				114,996
Unassigned	(28,886)		2,945		(25,941)
Total Fund Balances	<u>1,174,249</u>		<u>2,945</u>		<u>1,177,194</u>
Total Liabilities and Fund Balances	<u>\$ 1,184,604</u>	<u>\$ 61,248</u>	<u>\$ 191,950</u>	<u>\$ -</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$12,096,653 and the accumulated depreciation is \$6,085,325. 6,011,328

Bond issuance premiums are recorded as revenue in the Governmental Funds in the year of receipt. The premiums are amortized over the life of the issued bonds. (242,375)

The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:

Deferred Outflows of resources from Pensions	171,530	
Net Pension Liability	(1,747,985)	
Deferred Inflows of resources from Pensions	(104,170)	(1,680,625)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds:

General Obligation Bonds	\$ (4,770,000)	
Compensated Absences Payable	(151,829)	
Capital Leases Payable	(160)	
Accrued Interest Payable	(45,063)	(4,967,052)

Net position of governmental activities \$ 298,470

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

BARRINGTON SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	\$ 9,168,525	\$ -	\$ -	\$ 389,234	\$ 9,557,759
Tuition from Individuals	22,138				22,138
Interest earned on capital reserve	408				408
Miscellaneous	2,807				2,807
Total local sources	9,193,878			389,234	9,583,112
State sources	4,212,049	53,670	191,950		4,457,669
Federal sources		352,682			352,682
Total Revenues	13,405,927	406,352	191,950	389,234	14,393,463
EXPENDITURES:					
Current expense:					
Regular instruction	3,063,663	151,700			3,215,363
Special education instruction	945,715	214,424			1,160,139
Other instruction	149,707				149,707
Support services and undistributed costs:					
Tuition	3,739,380				3,739,380
Student & instruction related services	1,005,551	38,708			1,044,259
General administrative services	257,073				257,073
School administrative services	158,193				158,193
Central services	136,878				136,878
Administrative information technology	118,310				118,310
Plant operations and maintenance	717,604				717,604
Pupil transportation	449,777				449,777
Unallocated employee benefits	2,461,104				2,461,104
Capital outlay	30,312	1,520	467,405		499,237
Transfer to charter school	5,571				5,571
Debt service:					
Principal				240,000	240,000
Interest and other charges				187,450	187,450
Total Expenditures	13,238,838	406,352	467,405	427,450	14,540,045
Excess (Deficiency) of Revenues over (under) Expenditures	167,089	-	(275,455)	(38,216)	(146,582)
Other Financing Sources (Uses):					
Transfers in			278,400		278,400
Transfers out	(278,400)				(278,400)
Total Other Financing Sources (Uses)	(278,400)	-	278,400	-	-
Net Change in Fund Balances	(111,311)	-	2,945	(38,216)	(146,582)
Fund Balances - July 1, 2014	1,285,560	-		38,216	1,323,776
Fund Balances - June 30, 2015	\$ 1,174,249	\$ -	\$ 2,945	\$ -	\$ 1,177,194

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

BARRINGTON SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2015

Total Net Change in Fund Balances - Governmental Funds (from B-2)	\$	(146,582)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
<p>Governmental Funds report capital outlays 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 current period.</p>		
Depreciation expense	\$ (582,652)	
Capital Outlay Additions	<u> </u>	(582,652)
<p>Repayment of long-term debt 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.</p>		
		242,160
<p>Bond Premium arising from the issuance of the refunding school bonds is recorded as a deferred inflow of resources. It is amortized in a systematic and rational manner over the duration of the related debt as a component of amortization.</p>		
		17,313
<p>Net differences between pension system contributions recognized in the fund statement of revenues, expenditures and changes in fund balances and the statement of activities.</p>		
		(11,673)
<p>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. This amount is the net effect of the difference in the treatment of interest on long-term debt.</p>		
		1,800
<p>In the statement of activities, certain operating expenses, (e.g. compensated absences) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+)</p>		
		<u>(11,132)</u>
Change in net position of Governmental Activities	\$	<u>(490,766)</u>

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

BARRINGTON SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2015

	<u>Business-Type Activities Enterprise Funds</u>
	<u>Food Service Fund</u>
ASSETS:	
Current Assets:	
Cash and cash equivalents	\$ 51,179
Intergovernmental receivables:	
State	109
Federal	4,483
Inventories	<u>9,930</u>
Total current assets	<u>65,701</u>
Noncurrent assets:	
Machinery and equipment (net of accumulated depreciation)	<u>12,083</u>
Total noncurrent assets	<u>12,083</u>
Total Assets	<u>\$ 77,784</u>
LIABILITIES:	
Current liabilities:	
Accounts Payable	\$ 1,116
Unearned Revenue	<u>2,983</u>
Total current liabilities	<u>4,099</u>
NET POSITION:	
Net investment in capital assets	12,083
Unrestricted	<u>61,602</u>
Total Net Position	<u>\$ 73,685</u>

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

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

	<u>Business-Type Activities Enterprise Funds</u>
	<u>Food Service Fund</u>
Operating Revenues:	
Charges for Services:	
Daily sales:	
Reimbursable programs	\$ 69,075
Non-reimbursable programs	51,359
	120,434
 Total Operating Revenue	 120,434
Operating Expenses:	
Salaries and fringe benefits	88,428
Supplies and materials	5,487
Management fee	16,107
Other costs	8,721
Depreciation	4,540
Cost of sales	78,784
	202,067
 Total Operating Expenses	 202,067
 Operating Income (Loss)	 (81,633)
Non-Operating Revenues:	
State sources:	
State school lunch program	2,009
Federal sources:	
National school lunch program	63,475
School breakfast program	12,992
Food distribution program	13,434
Local sources:	
Interest earned	24
	91,934
 Total Non-Operating Revenues	 91,934
 Income (Loss) before Contributions and Transfers	 10,301
 Operating Transfers In	
 Change in Net Position	 10,301
Net Position - July 1, 2014	63,384
 Net Position - June 30, 2015	 \$ 73,685

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

BARRINGTON SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Business-Type Activities Enterprise Funds</u>
	<u>Food Service Fund</u>
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ 121,191
Cash payments to employees for services	(87,516)
Cash payments to suppliers for goods and services	<u>(112,903)</u>
Net Cash Provided by (used for) Operating Activities	<u>(79,228)</u>
Cash Flows from Noncapital Financing Activities:	
Cash received from state sources	2,154
Cash received from federal sources	90,085
Cash received from operating transfer in	<u> </u>
Net Cash Provided by (used for) Noncapital Financing Activities	<u>92,239</u>
Cash Flows Used by Capital and Related Financing Activities:	
Purchase of Equipment	<u> </u>
Cash Flow Provided by Investing Activities:	
Interest on Cash Equivalents	<u>24</u>
Net Increase (Decrease) in Cash and Cash Equivalents	13,035
Cash and Cash Equivalents - July 1, 2014	<u>38,144</u>
Cash and Cash Equivalents - June 30, 2015	<u>\$ 51,179</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:	
Operating Income (Loss)	\$ (81,633)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided by (used for) Operating Activities:	
Depreciation	4,540
Change in Assets and Liabilities:	
(Increase) Decrease in Inventories	(1,562)
Increase (Decrease) in Accounts Payables	(1,330)
Increase (Decrease) in Unearned Revenue	<u>757</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (79,228)</u>
Noncash Noncapital Financing Activities:	
During the year the District received \$13,434 of food commodities from the U.S. Department of Agriculture.	

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

BARRINGTON SCHOOL DISTRICT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015

	<u>Trust Funds</u>		<u>Agency Funds</u>
	<u>Unemployment Compensation Trust</u>	<u>Flexible Benefit Trust</u>	
ASSETS:			
Cash and Cash Equivalents	\$ 4,600	\$ 1,177	\$ 9,755
 Total Assets	 <u>\$ 4,600</u>	 <u>\$ 1,177</u>	 <u>\$ 9,755</u>
 LIABILITIES:			
Payroll Deductions and Withholdings	\$ -	\$ -	\$ 3,851
Accounts Payable	343		
Due to Student Groups			<u>5,904</u>
 Total Liabilities	 <u>343</u>	 <u></u>	 <u>\$ 9,755</u>
 NET Position:			
Held in Trust for Claims	\$ 4,257	\$ 1,177	

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

BARRINGTON SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2015

	<u>Unemployment Compensation Trust Fund</u>	<u>Flexible Benefits Trust Fund</u>
ADDITIONS:		
Contributions:		
Employee	\$ 4,682	\$ 11,965
	<hr/>	<hr/>
Total Additions	4,682	11,965
	<hr/>	<hr/>
DEDUCTIONS:		
Claims paid	425	11,731
	<hr/>	<hr/>
Total Deductions	425	11,731
	<hr/>	<hr/>
Change in Net Position	4,257	234
	<hr/>	<hr/>
Net Position - July 1	943	943
	<hr/>	<hr/>
Net Position - June 30	<u>\$ 4,257</u>	<u>\$ 1,177</u>

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

Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The Barrington School District ("School District") is a Type II district located in the County of Camden, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board of Education is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The purpose of the School District is to provide educational services for resident students in grades K through 8. Students in grades 9 through 12 attend, on a tuition basis, the Haddon Heights High School District. The Barrington School District has an approximate enrollment at June 30, 2015 of 617 students.

The primary criteria for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards* is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School district over which the Board exercises operating control.

Component Units - GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government's management determines that it would be misleading to exclude them. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Basis of Presentation

The basic financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

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

Government-wide Statements - The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

General Fund - The general fund is the general operating fund of the 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 classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenues sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

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

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those in the private sector.

Enterprise Funds - The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that all costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the School 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 School District's enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

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 position) is segregated into investment in capital assets, net of related debt, and unrestricted net position, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total position.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into two classifications: trust funds and agency funds. Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds (i.e. payroll and student activities). They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has three fiduciary funds; a flexible spending account, a student activity fund, and a payroll fund.

Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net position.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e. revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e. revenues) and decreases (i.e. expenses) in net total position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days after fiscal year end.

Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues - Exchange and Non-exchange Transactions (Continued) - Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. Ad Valorem (Property) Taxes are susceptible to accrual, as under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The School District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year since the revenue is both measurable and available. The School District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end; tuition, grants, fees, and rentals.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as unearned revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Budgets/Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for their approval. 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. 6:23A-16.2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only and the special revenue fund. 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 budgetary basis. The budgetary basis differs from GAAP in that the 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, Exhibit C-2 and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances – governmental funds. Note that the School District does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the one or more June state aid payments.

Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on the balance sheet as unearned revenues at fiscal year-end.

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

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 Governmental Unit Deposit Protection Act (GUDPA), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, 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.

Tuition Receivable - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable - Tuition charges for the fiscal years ended June 30, 2015 and 2014 were based on rates established by the receiving school district. These rates are subject to change when the actual costs have been determined.

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

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed, and is not recorded since any amounts are considered immaterial to the basic financial statements.

Inventories recorded in the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2015.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources – In addition to assets, the Statement of Net Position will sometimes report 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 will sometimes report 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 period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

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 School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Capital Assets - General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and the proprietary fund statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000.00. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land and Improvements	10-20 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-20 years	12 years
Vehicles	5-10 years	4-6 years

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

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

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and are recorded as a liability until the revenue is both measurable and the School District is eligible to realize the revenue.

Bond Discount and Bond Premium – Bond discount and bond premium arising from the issuance of the general obligation bonds are recorded as liabilities. They are amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. Bond discount and bond premium are presented as an adjustment of the face amount of the bonds.

Accrued Liabilities and Long-Term Obligations - All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

Net Position - Net position represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into 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 the 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 School District or through external restrictions imposed by creditors, grantors or law 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.

It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance – The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criteria includes items that are not expected to be converted to cash, such as inventories and prepaid amounts. The School District had no nonspendable fund balance at June 30, 2015.

Restricted – This fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision making authority, which for the School District is the Board of Education. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action imposing the commitment.

Assigned – This fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the Business Administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance (Continued)

Unassigned – This fund balance classification is the residual classification for the General Fund. It represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the School District's policy to spend restricted fund balances first. Likewise, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program and tuition fees for the before and after school program. Non-operating revenues principally consist of interest income earned on various interest bearing accounts and federal and state subsidy reimbursements for the food service program.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses

Interfunds – Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Recently Issued Accounting Pronouncements – In February 2015, the GASB issued Statement 72, Fair Value Measurement and Application. The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This Statement also will enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government's financial position. This Statement is effective for financial statements for periods beginning after June 15, 2015 and will not have any effect on the District's financial reporting.

In June 2015, the GASB issued Statement 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. This Statement establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, *Accounting and Financial Reporting for Pensions*, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, *Financial Reporting for Pension Plans*, and Statement 68 for pension plans and pensions that are within their respective scopes. The requirements of this Statement will improve financial reporting by establishing a single framework for the presentation of information about pensions, which will enhance the comparability of pension-related information reported by employers and nonemployer contributing entities. This Statement is effective for financial statements for periods beginning after June 15, 2016 and will not have any effect on the District's financial reporting.

In June 2015, the GASB issued Statement 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. This Statement replaces Statements No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, as amended, Statement 43, and Statement No. 50, *Pension Disclosures*. This Statement also includes requirements to address financial reporting for assets accumulated for purposes of providing defined benefit OPEB through OPEB plans that are *not* administered through trusts that meet the specified criteria. This Statement is effective for financial statements for periods beginning after June 15, 2016. Management is currently evaluating the impact of the adoption of this Statement on the School District's financial statements.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued Accounting Pronouncements (Continued) - In June, 2015, the GASB issued Statement 75, *Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. This Statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, establishes new accounting and financial reporting requirements for OPEB plans. The scope of this Statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed. This Statement is effective for financial statements for periods beginning after June 15, 2017. Management is currently evaluating the impact of the adoption of this Statement on the School District's financial statements.

In June 2016, the GASB issued Statement 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The requirements in this Statement improve financial reporting by (1) raising the category of GASB Implementation Guides in the GAAP hierarchy, thus providing the opportunity for broader public input on implementation guidance; (2) emphasizing the importance of analogies to authoritative literature when the accounting treatment for an event is not specified in authoritative GAAP; and (3) requiring the consideration of consistency with the GASB Concepts Statements when evaluating accounting treatments specified in nonauthoritative literature. As a result, governments will apply financial reporting guidance with less variation, which will improve the usefulness of financial statement information for making decisions and assessing accountability and enhance the comparability of financial statement information among governments. This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. This Statement is effective for financial statements for periods beginning after June 15, 2015 and will not have any effect on the District's financial reporting.

2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School district in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings of funds that pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized. Of the School District's amount on deposit of \$1,262,245 as of June 30, 2015, \$250,000 was insured under FDIC and the remaining balance of \$1,012,245 was collateralized under GUDPA.

3. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District 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 School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the New Jersey Department of Education, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate 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.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

3. CAPITAL RESERVE ACCOUNT (Continued)

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

Balance – July 1, 2014		\$ 314,071
Increased by:		
Interest earned	408	
Board resolution	195,000	195,408
		509,479
Decreased by:		
Transfer to Capital Projects Fund	278,400	
Transfer to General Fund Budget	278,400	278,400
Balance – June 30, 2015		\$ 231,079

The June 30, 2015 capital reserve balance does not exceed the LRFPP balance of local support costs of uncompleted projects.

4. ACCOUNTS RECEIVABLES

Accounts receivables at June 30, 2015 consisted of accounts (fees) and intergovernmental grants. All intergovernmental 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 at June 30, 2015 for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Proprietary Fund	Total
Intergovernmental					
Local	\$ 11,538	\$ -	\$ -	\$ -	\$ 11,538
State	86,661		191,950	109	278,720
Federal		15,973		4,483	20,456
Total	\$ 98,199	\$ 15,973	\$ 191,950	\$ 4,592	\$ 310,714

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

5. CAPITAL ASSETS

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

	<u>Balance June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2015</u>
Governmental Activities:				
Land	\$ 133,067	\$ -	\$ -	\$ 133,067
Construction in Progress				-
Total Capital Assets not being Depreciated	133,067			133,067
Land Improvements	161,200			161,200
Building and Improvements	11,279,201			11,279,201
Vehicles	30,000			30,000
Equipment	493,185			493,185
Total Historical Cost	<u>12,096,653</u>	<u>-</u>	<u>-</u>	<u>12,096,653</u>
Less Accumulated Depreciation:				
Land Improvements	(111,433)	(4,835)		(116,268)
Building and Improvements	(5,122,169)	(496,375)		(5,618,544)
Vehicles	(9,375)	(3,750)		(13,125)
Equipment	(259,696)	(77,692)		(337,388)
Total Accumulated Depreciation	<u>(5,502,673)</u>	<u>(582,652)</u>	<u>-</u>	<u>(6,085,325)</u>
Governmental Activities Capital Assets, Net	<u>\$ 6,593,980</u>	<u>\$ (582,652)</u>	<u>\$ -</u>	<u>\$ 6,011,328</u>
Business-Type Activities:				
Equipment	\$ 150,974	\$ -	\$ (88,074)	\$ 62,900
Less - Accumulated Depreciation	(134,351)	(4,540)	88,074	(50,817)
Business-Type Activities Capital Assets, Net	<u>\$ 16,623</u>	<u>\$ (4,540)</u>	<u>\$ -</u>	<u>\$ 12,083</u>

Depreciation expense in the amount of \$582,652 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 407,856
Central Administration	29,133
General Administration	29,133
Unallocated	<u>116,530</u>
Total depreciation expense	<u>\$ 582,652</u>

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

6. INVENTORY

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

Food	\$	7,840
Supplies		2,090
		\$ 9,930

7. LONG-TERM OBLIGATIONS

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

	<u>Principal Outstanding June 30, 2014</u>	<u>Additions</u>	<u>Reductions</u>	<u>Principal Outstanding June 30, 2015</u>	<u>Due Within One Year</u>
Governmental Activities:					
Compensated Absences	\$ 140,697	\$ 11,132	\$ -	\$ 151,829	\$ -
Obligations under Capital Leases	2,320		2,160	160	160
Unamortized Bond Premium	259,688		17,313	242,375	17,312
General Obligation Bonds	5,010,000		240,000	4,770,000	245,000
	\$ 5,412,705	\$ 11,132	\$ 259,473	\$ 5,164,364	\$ 262,472

Bonds Payable - Bonds and loans are authorized in accordance with State law by the voters of the School District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the School District are as follows:

Series 2012 Refunding Bonds dated December 19, 2012 in the amount of \$4,770,000 due in annual installments through April 1, 2029, bearing an interest rate of 3.00% to 4.00%.

As of June 30, 2015, principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 245,000	\$ 180,250	\$ 425,250
2017	255,000	172,900	427,900
2018	270,000	165,250	435,250
2019	285,000	157,150	442,150
2020	295,000	148,600	443,600
2021-2025	1,740,000	552,200	2,292,200
2026-2029	1,680,000	169,200	1,849,200
	\$ 4,770,000	\$ 1,545,550	\$ 6,315,550

As of June 30, 2015 the School District had no authorizations to issue additional bonded debt.

Compensated Absences - Compensated absences will be paid from the fund from which the employees' salaries are paid.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

7. LONG-TERM OBLIGATIONS (Continued)

Capital Leases Payable - The School District has entered into the following capital lease agreement:

<u>Equipment</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Total Value</u>
VOIP Phone System	August 11, 2015	5.75%	8,620

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:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 160	\$ 21	\$ 181

8. OPERATING LEASES

At June 30, 2015, the School District had operating lease agreements in effect for copy machines. Total rental payments for such leases were \$29,340 for the fiscal year ended June 30, 2015. The future minimum lease payments for these leases are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2016	\$ 27,477
2017	27,477
2018	15,161
2019	12,634
	<u>\$ 82,749</u>

9. PENSION PLANS

Description of Plans – Substantially all of the School District's employees participate in one of the following pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625-0295.

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund is a cost-sharing contributory defined benefit pension plan which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

9. PENSION PLANS (Continued)

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

The Teachers' Pension and Annuity Fund is a cost-sharing contributory defined benefit pension plan which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

The contribution requirements of plan members are determined by State statute. In accordance with Chapters 113, 114, 115, P.L. 1997, plan members enrolled in the TPAF were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92 P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees who were enrolled in the retirement system prior to July 1, 2007, the increase was effective with the payroll period that began immediately after July 1, 2007. Pursuant to the provisions of Chapter 78, P.L. 2011, effective October 1, 2011, the active member contribution rate was increased to 6.5%. An additional 1.0% increase is being phased-in over seven years beginning on July 1, 2012. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years.

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

For the year ended June 30, 2015, the District recognized pension expense of \$1,133,920 and revenue of \$1,133,920 for support provided by the State. Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district. The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

	06/30/14	06/30/13
Collective deferred outflows of resources	\$ 2,306,623,861	\$ -
Collective deferred inflows of resources	1,763,205,593	-
Collective net pension liability (Non-Employer – State of New Jersey)	53,446,745,367	50,539,213,484
State's portion of the net pension liability that was associated with the district	21,072,898	20,969,420
State's portion of the net pension liability that was associated with the district as a percentage of the collective net pension liability	.0394278417%	.0414913849%

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

- Inflation: 2.5%
- Salary Increases: Varies based on experience
- Investment Rate of Return: 7.90%

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

9. PENSION PLANS (Continued)

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

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	06.00%	0.50%
Core Fixed Income	00.00%	2.19%
Core Bonds	01.00%	1.38%
Short-Term Bonds	00.00%	1.00%
Intermediate Term Bonds	11.20%	2.60%
Long-Term Bonds	00.00%	3.23%
Mortgages	02.50%	2.84%
High Yield Bonds	05.50%	4.15%
Non US Fixed Income	00.00%	1.41%
Inflation Indexed Bonds	02.50%	1.30%
Broad US Equities	25.90%	5.88%
Large Cap US Equities	00.00%	5.62%
Mid Cap US Equities	00.00%	6.39%
Small Cap US Equities	00.00%	7.39%
Developed Foreign Equities	12.70%	6.05%
Emerging Market Equities	06.50%	8.90%
Private Equity	08.25%	9.15%
Hedge Funds/Absolute Ret	12.25%	3.85%
Real Estate (Property)	03.20%	4.43%
Real Estate (REITS)	00.00%	5.58%
Commodities	02.50%	3.60%
Long Credit Bonds	00.00%	3.74%

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

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. Since the District has no proportionate share of the net pension liability, because of the special funding situation, the district would not be sensitive to any changes in the discount rate.

Detailed information about the pension plan's sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS)

The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate was increased to 6.5%. An additional 1.0% increase is being phased-in over seven years beginning on July 1, 2012 and increases each subsequent July 1. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Normal Contributions</u>	<u>Accrued Liability</u>	<u>Non Contributory Life</u>	<u>Total Liability Paid by District</u>
2015	\$ 12,813	\$ 59,271	\$ 4,882	\$ 76,966
2014	12,481	54,872	1,145	68,498
2013	20,414	48,810	4,120	73,344

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

For the year ended June 30, 2015, the District recognized pension expense of \$97,147. At June 30, 2015, the District reported a liability of \$1,747,985 for its proportionate share of the PERS net pension liability and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	54,966	
Net difference between projected and actual earnings on pension plan investments		104,170
Changes in proportion and differences between District contributions and proportionate share of contributions	39,598	
District contributions subsequent to the measurement Date	76,966	
Total	\$ 171,530	\$ 104,170

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

\$76,966 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 liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Inflow of Resources:
2016	\$ 1,921
2017	1,921
2018	1,921
2019	1,921
2020	1,922
Total	9,606

Additional Information

Collective balances at June 30, 2014 and 2013 are as follows:

	6/30/2014	6/30/2013
Collective deferred outflows of resources	\$ 952,194,675	\$ (1)
Collective deferred inflows of resources	\$ 1,479,224,662	\$ (1)
Collective net pension liability	\$ 18,722,735,003	\$ 19,111,986,911
District's Proportion	.0093361653%	.0090908901%

(1) – Information not available.

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

- Inflation rate: 3.01%
- Salary Increases:
 - 2012-2021: 2.15-4.40% based on age
 - Thereafter: 3.15-5.40% based on age
- Investment Rate of Return: 7.90%

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

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

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	06.00%	00.80%
Core Bonds	01.00%	02.49%
Intermediate Term Bonds	11.20%	02.26%
Mortgages	02.50%	02.17%
High Yield Bonds	05.50%	04.82%
Inflation Indexed Bonds	02.50%	03.51%
Broad US Equities	25.90%	08.22%
Developed Foreign Equities	12.70%	08.12%
Emerging Market Equities	06.50%	09.91%
Private Equity	08.25%	13.02%
Hedge Funds/Absolute Ret	12.25%	04.92%
Real Estate (Property)	03.20%	05.80%
Commodities	02.50%	05.35%

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

Sensitivity of the 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 measured as of June 30, 2014, calculated using the discount rate of 5/39%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.39%) or 1 percentage point higher (6.39%) than the current rate:

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
District's proportionate share of the net pension liability	\$ 2,199,025	\$ 1,747,985	\$ 1,369,226

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

9. PENSION PLANS (Continued)

Defined Contribution Retirement Program (DCRP) (Continued)

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Total Liability</u>	<u>Paid by School District</u>
2015	\$ 1,306	\$ 1,306
2014	742	742
2013	882	882

10. POST-RETIREMENT BENEFITS

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

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, 2014, there were 103,432 retirees receiving post-retirement medical benefits, and the State contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical 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 employer paid health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$165.8 million toward Chapter 126 benefits for 18,122 eligible retired members in Fiscal Year 2014.

The State establishes the contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contribution to the SHBP Fund for TPAF retirees' post-retirement benefits on behalf of the School District for the year ended June 30, 2015 was \$342,414, which equaled the required contributions. The State's contribution to the SHBP Fund for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey.

11. ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2015, the School District has recognized as revenues and expenditures \$215,695 of on-behalf payments made by the State of New Jersey for normal retirement costs related to TPAF and \$327,545 for employer's share of social security contributions for TPAF members, as calculated on their base salaries.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

12. RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters.

Property and Liability Insurance - The School 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.

Joint Insurance Pool - The School District is a member of the New Jersey School Boards Association Insurance Group (NJSBAIG). Insurance coverage as provided by the Fund can be found in the Statistical Section of this Comprehensive Annual Financial Report.

Annual contributions to the Fund are determined by the Fund's Board of Trustees. The School District is jointly and personally liable for claims insured by the Fund and its members during the period of its membership, including liability for supplemental assessments, if necessary. The Fund's Board of Trustees may authorize refunds to its members in any fund year for which contributions exceed the amount necessary to fund all obligations for that year.

The Fund publishes its own financial report which can be obtained at www.njsbaig.com.

New Jersey Unemployment Compensation Insurance - Effective January 1, 2015, The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "benefit reimbursement method" in lieu of the "contributory method". Under this plan, the District is required to maintain a trust fund and 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 District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current year:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Employer Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ 4,682	\$ -	\$ -	\$ 82	\$ 4,600

13. DEFERRED COMPENSATION

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, available to all permanent School District employees, permit participants to defer a portion of their current salary to future years. Participation in the plans is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and are administered by a third party therefore they are not reflected on the financial statements of the School District.

14. COMPENSATED ABSENCES

The School 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.

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

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2015, the liability for compensated absences in the governmental activities fund types was \$151,829.

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

15. INTERFUND BALANCES AND TRANSFERS

Interfund receivables/payables are recorded to cover temporary cash shortages and/or timing differences in the respective funds. There are no interfund balances that are not expected to be repaid by June 30, 2015. The following interfund balances were recorded on the various balance sheets as of June 30, 2015:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General	\$ 218,728	\$ -
Special Revenue		29,723
Capital Projects		189,005
	<u>\$ 218,728</u>	<u>\$ 218,728</u>

16. CONTINGENCIES

The School District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School District may be required to reimburse the grantor government.

At June 30, 2015, significant amounts of grant expenditures have not been audited by the granting agency, but the School District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the School District. Additionally, unearned revenues are recognized in those funds that have received grant monies in advance of future, reimbursable expenditures.

17. FLEXIBLE BENEFITS PROGRAM

The School District offers its employees a Flexible Benefits Program. The purpose of the program is to provide a tax incentive for plan participants incurring health premium expenses, dependent care expenses and other medical expenses not covered by other insurance. The School District, who is the plan administrator, has contracted with a third party to act as its agent to furnish reimbursement services. The plan participants redirect a prescribed amount of their gross pay (tax-free) into a reimbursement account and then in-turn submit claims to the third party for repayment. Because of Internal Revenue Service regulations, if at the end of any plan year unexpended funds remain, these funds will be forfeited by the participants and returned to the School District.

The following is a summary of School District contributions, employee contributions, reimbursements to the plan participants for benefits paid and the ending balance of the School District's fiduciary fund for the current and prior two years.

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	\$ -	\$ 11,965	\$ 11,731	\$ 1,177
2014	-	15,862	15,334	943
2013	-	8,043	9,055	415

18. DEFICIT UNASSIGNED FUND BALANCE

The School District has a deficit unassigned fund balance of \$28,886 in the General Fund as of June 30, 2015 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenues, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

18. DEFICIT UNASSIGNED FUND BALANCE (Continued)

Due to the timing difference of recording the June state aid payments, the general and special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$28,886 is equal to or less than the June state aid payments.

19. DEFICIT UNRESTRICTED NET POSITION

As of June 30, 2015, a deficit of \$1,906,403 existed in the Unrestricted Net Position of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net Position reported on Exhibited A-1 as follows:

Balances June 30, 2015	
Fund Balance (Deficit)	
(Exclusive of Capital Projects and Debt Service Funds):	
Fund Balance – Unassigned	\$ (28,886)
Liabilities:	
Accrued Interest Payable	(45,063)
Net Pension Differences	(1,680,625)
Compensated Absences	<u>(151,829)</u>
Unrestricted Net Position (Deficit)	<u>\$ (1,906,403)</u>

20. FUND BALANCES

RESTRICTED

As stated in Note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund:

Tuition Reserve – In accordance with N.J.A.C. 6A:23-3.1(f)(8), the School District has restricted fund balance at June 30, 2015 in the amount of \$457,060 for tuition adjustments. This reserve represents foreseeable future tuition adjustments up to a maximum of 10% of the estimated cost of the respective contract year. \$137,060 has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2016 and \$320,000 is reserved for use in the June 30, 2017 year.

Capital Reserve – As of June 30, 2015, the balance in the capital reserve account is \$231,079. The entire amount is restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan.

Maintenance Reserve Account – As of June 30, 2015, the balance in the maintenance reserve account is \$200,000. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

Emergency Reserve – As of June 30, 2015, the balance in the emergency reserve is \$200,000. These funds are restricted for the purpose of financing unanticipated general fund expenditures required for a thorough and efficient education in accordance with N.J.S.A. 18A:7F-41c(1).

**Barrington School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2015**

20. FUND BALANCES (Continued)

ASSIGNED

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund:

Designated for Subsequent Year's Expenditures – The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2016, \$114,996 of general fund balance.

UNASSIGNED

As stated in Note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund – As of June 30, 2015, the unassigned fund balance of the general fund was a deficit of \$28,886. The deficit is a result of the delay in the recording of the payment of state aid until the following fiscal year (See Note 18).

Capital Projects Fund – As of June 30, 2015, \$2,945 was unassigned.

21. RESTATEMENT OF NET POSITION

Governmental Funds

As a result of adjusting accumulated depreciation and the implementation of GASB 68 in the Governmental Funds, net position as of June 30, 2014 has been restated as follows:

Net Position, June 30, 2014	\$	4,178,520
Implementation of GASB 68:		
Net Pension Liability		(1,737,450)
Deferred Outflows – District's Contribution made during Fiscal year 2014		68,498
Adjustment to Accumulated Depreciation		<u>(1,720,332)</u>
Net Position, July 1, 2014 (Restated)	\$	<u>789,236</u>

Required Supplementary Information - Part II

Budgetary Comparison Schedules

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local Tax Levy	\$ 9,168,525	\$ -	\$ 9,168,525	\$ 9,168,525	\$ -
Tuition from Individuals	27,000		27,000	22,138	(4,862)
Interest earned on Capital Reserve	314		314	408	94
Unrestricted misc. revenues	2,500		2,500	2,807	307
Total local sources	9,198,339		9,198,339	9,193,878	(4,461)
State sources:					
Categorical Special Education Aid	518,323		518,323	518,323	
Equalization Aid	2,677,918		2,677,918	2,677,918	
Security Aid	20,049		20,049	20,049	
Transportation Aid	20,628		20,628	20,628	
PARCC Readiness Aid	8,540		8,540	8,540	
Per Pupil Growth Aid	8,540		8,540	8,540	
Extraordinary Aid				13,370	13,370
Nonpublic Transportation Aid				7,270	7,270
Homeless Tuition Aid				33,326	33,326
On-behalf TPAF pension contrib.. (non-budgeted)				215,695	215,695
On-behalf Post Retirement Medical (non-budgeted)				342,414	342,414
Reimbursed TPAF social security contribution (non-budgeted)				327,545	327,545
Total state sources	3,253,998		3,253,998	4,193,618	939,620
TOTAL REVENUES	12,452,337		12,452,337	13,387,496	935,159
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Kindergarten	263,526	3,382	266,908	260,573	6,335
Grades 1-5	1,563,443	(104,353)	1,459,090	1,459,090	
Grades 6-8	856,218	184,874	1,041,092	1,026,026	15,066
Regular Programs - Home Instruction:					
Salaries of teachers	2,000	1,738	3,738	3,738	
Regular Programs - Undistributed Instruction:					
Purchased professional - educational services	14,800	7,605	22,405	22,405	
Purchased technical services	20,000	(5,553)	14,447	14,418	29
Other purchased services	1,500	300	1,800	1,791	9
General supplies	166,963	(5,424)	161,539	135,593	25,946
Textbooks	184,598	(4,300)	180,298	139,819	40,479
Other objects	312		312	210	102
Total - Regular Programs - Instruction	3,073,360	78,269	3,151,629	3,063,663	87,966

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Multiple Disabilities:					
Salaries of teachers	\$ 55,622	\$ 3,148	\$ 58,770	\$ 58,290	\$ 480
Other salaries for instruction	121,152	10,652	131,804	114,602	17,202
General supplies	2,000		2,000	73	1,927
Total multiple disabilities	<u>178,774</u>	<u>13,800</u>	<u>192,574</u>	<u>172,965</u>	<u>19,609</u>
Resource room/resource center:					
Salaries of teachers	789,821	(77,153)	712,668	656,350	56,318
Other salaries for instruction	16,020	10,020	26,040	17,501	8,539
General supplies	21,500		21,500	13,034	8,466
Textbooks	6,000		6,000	497	5,503
Total resource room/resource center	<u>833,341</u>	<u>(67,133)</u>	<u>766,208</u>	<u>687,382</u>	<u>78,826</u>
Preschool disabilities - full time:					
Salaries of teachers	58,805	(8,530)	50,275	49,978	297
Other salaries for instruction	18,900	18,900	37,800	34,407	3,393
General supplies	1,000		1,000	983	17
Total preschool disabilities - full time	<u>78,705</u>	<u>10,370</u>	<u>89,075</u>	<u>85,368</u>	<u>3,707</u>
Total Special Education - Instruction	<u>1,090,820</u>	<u>(42,963)</u>	<u>1,047,857</u>	<u>945,715</u>	<u>102,142</u>
Basic Skills/Remedial - Instruction					
Salaries of teachers	120,397	327	120,724	120,724	
General supplies	4,216	(1,827)	2,389	493	1,896
Textbooks	2,500		2,500	220	2,280
Total basic skills/remedial - instruction	<u>127,113</u>	<u>(1,500)</u>	<u>125,613</u>	<u>121,437</u>	<u>4,176</u>
School Sponsored Cocurricular Activities - Instruc.					
Salaries	4,500	8,530	13,030	13,030	
School Sponsored Athletics - Instruc.					
Salaries	13,500	(3,339)	10,161	10,161	
Purchased services	2,000		2,000	2,000	
Other objects	5,700	(2,621)	3,079	3,079	
Total school sponsored athletics - instruc	<u>21,200</u>	<u>(5,960)</u>	<u>15,240</u>	<u>15,240</u>	
Total Instruction	<u>4,316,993</u>	<u>36,376</u>	<u>4,353,369</u>	<u>4,159,085</u>	<u>194,284</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction					
Tuition to other LEAs within the state - reg.	\$ 3,183,172	\$ 9,108	\$ 3,192,280	\$ 3,188,457	\$ 3,823
Tuition to other LEAs within the state - spec	267,111	10,223	277,334	277,334	
Tuition to County Voc. School Districts - reg.	30,180	10,838	41,018	41,018	
Tuition to County Voc. School Districts - spec.	30,180	(22,942)	7,238	7,238	
Tuition to CSSD & Reg. Day Schools		48,517	48,517	48,517	
Tuition to priv. sch. for the disabled in state	159,339	(37,452)	121,887	75,476	46,411
Tuition - state facilities	82,311		82,311	82,311	
Tuition - other	26,331	(7,177)	19,154	19,029	125
Total undistributed expenditures - instruction	3,778,624	11,115	3,789,739	3,739,380	50,359
Attendance and Social Work Services:					
Salaries	19,314	(3,927)	15,387	15,244	143
Total attendance and social work services	19,314	(3,927)	15,387	15,244	143
Health Services:					
Salaries	179,200	975	180,175	176,293	3,882
Purchased professional and technical services	301	5,121	5,422	5,422	
Other purchased services	600	(550)	50	50	
Supplies and materials	8,827	(469)	8,358	8,350	8
Other objects	1,250	691	1,941	1,918	23
Total health services	190,178	5,768	195,946	192,033	3,913
Speech, OT, PT & Related Services:					
Salaries	131,944	1,048	132,992	126,752	6,240
Purchased professional - educational services	40,000	(3,245)	36,755	36,601	154
Supplies and materials	4,000	(275)	3,725	1,248	2,477
Total speech, ot, pt & related services	175,944	(2,472)	173,472	164,601	8,871
Other Support Services Student - Extra. Serv.					
Salaries	47,250	(47,250)			
Purchased professional - educational services	150,000	24,834	174,834	174,788	46
Supplies and materials	2,000	(1,000)	1,000		1,000
Total other support services student - extra. serv.	199,250	(23,416)	175,834	174,788	1,046
Guidance:					
Salaries of other professional staff	63,531		63,531	62,681	850
Supplies and materials	1,266		1,266	1,085	181
Total guidance	64,797		64,797	63,766	1,031

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Child Study Teams:					
Salaries of other professional staff	\$ 297,102	\$ (17,830)	\$ 279,272	\$ 265,773	\$ 13,499
Salaries of secretarial and clerical assistants	40,408	237	40,645	40,645	
Purchased professional - educational services	17,900	4,035	21,935	21,935	
Other purchased services	3,000		3,000	1,359	1,641
Supplies and materials	8,000	(2,538)	5,462	5,410	52
Other objects	2,000	(610)	1,390		1,390
Total child study teams	368,410	(16,706)	351,704	335,122	16,582
Improvement of Instructional Services:					
Salaries of supervisors of instruction	40,000	11,306	51,306	51,306	
Other purchased services	200		200		200
Total improvement of instructional services	40,200	11,306	51,506	51,306	200
Educational Media Services/School Library:					
Salaries	11,302		11,302		11,302
Purchased professional and technical services	500		500	342	158
Supplies and materials	2,614		2,614	1,982	632
Total educational media services/school library	14,416		14,416	2,324	12,092
Instructional Staff Training Services:					
Purchased professional - educational services	1,974	(1,974)			
Other purchased services	10,000	(4,035)	5,965	5,567	398
Supplies and materials	800		800	800	
Total instructional staff training services	12,774	(6,009)	6,765	6,367	398
General Administration:					
Salaries	160,827	10,544	171,371	167,868	3,503
Legal services	20,000		20,000	15,076	4,924
Audit fees	24,500		24,500	24,500	
Architectural/Engineering Services	5,500		5,500	500	5,000
Purchased technical services	4,500		4,500	1,527	2,973
Communications / telephone	32,000	663	32,663	23,867	8,796
BOE other purchased services	1,000		1,000		1,000
Other purchased services	15,000		15,000	7,569	7,431
Supplies and materials	2,000		2,000	2,000	
BOE In-House Training/Meeting supplies	1,000		1,000	896	104
Miscellaneous expenditures	9,510		9,510	6,040	3,470
BOE membership dues and fees	8,000		8,000	7,230	770
Total general administration	283,837	11,207	295,044	257,073	37,971

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School Administration:					
Salaries of principals/assist. principals	\$ 88,505	\$ (2,380)	\$ 86,125	\$ 86,005	\$ 120
Salaries of secretarial and clerical assistants	65,076	2,380	67,456	67,456	
Other purchased services	1,100		1,100	489	611
Supplies and materials	13,207	(525)	12,682	3,423	9,259
Other objects	3,956		3,956	820	3,136
Total school administration	171,844	(525)	171,319	158,193	13,126
Central Services:					
Salaries	105,450	2,996	108,446	108,446	
Purchased technical services	22,000	2,207	24,207	24,207	
Misc. purchased services	3,000	(2,207)	793	350	443
Supplies and materials	7,500	(2,996)	4,504	1,593	2,911
Other objects	3,200		3,200	2,282	918
Total central services	141,150		141,150	136,878	4,272
Administrative Information Technology:					
Salaries	60,468	1,098	61,566	61,566	
Purchased technical services	49,800	(1,098)	48,702	39,925	8,777
Other purchased services	1,000		1,000		1,000
Supplies and materials	26,000		26,000	16,819	9,181
Total admin. information technology	137,268		137,268	118,310	18,958
Required Maintenance School Facilities:					
Salaries	52,200	(250)	51,950	51,500	450
Cleaning, repair and maintenance services	55,500	15,680	71,180	71,152	28
General supplies	12,300	32	12,332	12,332	
Total required maintenance school facilities	120,000	15,462	135,462	134,984	478
Custodial Services:					
Salaries	240,715	21,198	261,913	250,375	11,538
Salaries of Non-Instructional Aides	23,985	2,964	26,949	26,949	
Purchased prof. and technical services	9,000	(2,530)	6,470	4,390	2,080
Cleaning, repair and maintenance services	9,500		9,500	8,786	714
Other purchased property services	21,000		21,000	18,886	2,114
Insurance	60,000		60,000	59,074	926
General Supplies	20,000	(132)	19,868	19,650	218
Energy (Electricity)	160,000	(28,298)	131,702	108,403	23,299
Energy (Gasoline)	1,500		1,500	1,106	394
Energy (Natural Gas)	100,000	(2,964)	97,036	67,334	29,702
Total custodial services	645,700	(9,762)	635,938	564,953	70,985
Care and Upkeep of Grounds:					
Purchased prof. and technical services	3,000		3,000	3,000	
Cleaning, repair and maintenance services	1,000		1,000	1,000	
General Supplies	3,500	100	3,600	3,584	16
Total care and upkeep of grounds	7,500	100	7,600	7,584	16
Security:					
Purchased prof. and technical services	13,500	(3,417)	10,083	10,083	
Total operation & maint. of plant services	786,700	2,383	789,083	717,604	71,479

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Student Transportation Services:					
Management fee - ESC Transp. programs	\$ 6,000	\$ (75)	\$ 5,925	\$ 5,925	\$ -
Contr. serv. (between home & sch) - vendor	270,000	(1,769)	268,231	268,209	22
Contr. serv. (not between home & sch) - vendor	11,500	982	12,482	12,456	26
Contr. Serv. (Regular Students) - ESC	50,000	974	50,974	50,974	
Contr. Serv. (Spl. Ed. Students) - ESC	100,000	(19,523)	80,477	80,477	
Contr. Serv. - Aid in Lieu of Payments - nonpublic	8,840	18,984	27,824	26,432	1,392
Contr. Serv. - Aid in Lieu of Payments - charter sch	884		884	884	
Contr. Serv. - Aid in Lieu of Payments - choice sch	4,420		4,420	4,420	
Total student transportation services	451,644	(427)	451,217	449,777	1,440
Unallocated Benefits - Employee Benefits:					
Social security contributions	100,000		100,000	73,348	26,652
Other retirement contributions - PERS	80,139	(1,956)	78,183	76,966	1,217
Other retirement contributions - regular					
Unemployment compensation	15,000		15,000	6,523	8,477
Workmen's compensation	65,000	4,524	69,524	69,524	
Health benefits	1,435,000	(29,175)	1,405,825	1,291,381	114,444
Tuition reimbursement	30,000		30,000	24,557	5,443
Other employee benefits	23,000	10,574	33,574	33,151	423
Total unallocated benefits - employee benefits	1,748,139	(16,033)	1,732,106	1,575,450	156,656
On-behalf TPAF pension contr. (non-budgeted)				215,695	(215,695)
On-behalf Post Retirement Medical (non-budgeted)				342,414	(342,414)
Reimbursed TPAF social security contr. (non-budgeted)				327,545	(327,545)
Total Undistributed Expenditures	8,584,489	(27,736)	8,556,753	9,043,870	(487,117)
Total General Current Expense	12,901,482	8,640	12,910,122	13,202,955	(292,833)
CAPITAL OUTLAY:					
Equipment					
Undist. Exp - care and upkeep of grounds	10,000		10,000	9,189	811
Total Equipment	10,000		10,000	9,189	811
Facilities Acquisition and Constr. Services:					
Assessment for Debt Service on SDA Funding	21,123		21,123	21,123	
Total facilities acq. and constr. services	21,123		21,123	21,123	
Total Capital Outlay	31,123		31,123	30,312	811
Transfer to Charter Schools	34,024	(8,640)	25,384	5,571	19,813
TOTAL EXPENDITURES	12,966,629		12,966,629	13,238,838	(272,209)
Excess (Deficiency) of Revenues Over (Under) Expenditures:	(514,292)		(514,292)	148,658	662,950

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2015

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources:					
Capital reserve transfer to capital projects	\$ (264,000)	\$ -	\$ (264,000)	\$ (278,400)	\$ (14,400)
Total Other Financing Sources	<u>(264,000)</u>	<u>-</u>	<u>(264,000)</u>	<u>(278,400)</u>	<u>(14,400)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	\$ (778,292)	\$ -	\$ (778,292)	\$ (129,742)	648,550.00
Fund Balance - July 1, 2014	<u>1,605,352</u>	<u>-</u>	<u>1,605,352</u>	<u>1,605,352</u>	<u>-</u>
Fund Balance - June 30, 2015	<u>\$ 827,060</u>	<u>\$ -</u>	<u>\$ 827,060</u>	<u>\$ 1,475,610</u>	<u>\$ 648,550</u>
Recapitulation of Fund Balance:					
Restricted Fund Balance:					
Capital reserve				\$ 231,079	
Tuition reserve - current year				320,000	
Tuition reserve - prior year				137,060	
Maintenance reserve				200,000	
Emergency reserve				200,000	
Assigned Fund Balance:					
Designated for subsequent year's expenditures				114,996	
Unassigned Fund Balance				<u>272,475</u>	
				1,475,610	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP Basis				<u>(301,361)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 1,174,249</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State sources	\$ 54,595	\$ 30,600	\$ 85,195	\$ 53,670	\$ (31,525)
Federal sources	288,872	73,266	362,138	352,682	(9,456)
Total Revenues	<u>343,467</u>	<u>103,866</u>	<u>447,333</u>	<u>406,352</u>	<u>(40,981)</u>
EXPENDITURES:					
Instruction:					
Salaries of teachers	97,758	(3,137)	94,621	94,621	-
Purchased professional - educ. services	29,294	18,242	47,536	16,209	31,327
Purchased professional - tech services		2,375	2,375	2,375	-
Tuition	191,114	20,935	212,049	204,464	7,585
Other purchased services	12,846	6,314	19,160	18,968	192
Textbooks	9,127	2,908	12,035	12,035	-
General supplies	3,328	14,131	17,459	17,452	7
Total Instruction	<u>343,467</u>	<u>61,768</u>	<u>405,235</u>	<u>366,124</u>	<u>39,111</u>
Support Services:					
Salaries of other professional staff		-			-
Personal services - employee benefits		24,078	24,078	22,208	1,870
Purchased professional - tech services		6,000	6,000	6,000	-
Travel		10,500	10,500	10,500	-
Total Support Services	<u>-</u>	<u>40,578</u>	<u>40,578</u>	<u>38,708</u>	<u>1,870</u>
Facilities Acquisition and Construction Services:					
Instructional equipment		1,520	1,520	1,520	-
Total Facilities Acq. and Const. Services	<u>-</u>	<u>1,520</u>	<u>1,520</u>	<u>1,520</u>	<u>-</u>
Total Expenditures	<u>343,467</u>	<u>103,866</u>	<u>447,333</u>	<u>406,352</u>	<u>40,981</u>
Total Outflows	<u>343,467</u>	<u>103,866</u>	<u>447,333</u>	<u>406,352</u>	<u>40,981</u>
Excess (Deficiency) of Revenues over (under) Expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

BARRINGTON SCHOOL DISTRICT
Notes to Required Supplementary Information
Budgetary Comparison
For the Fiscal Year Ended June 30, 2015

**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 schedules	\$ 13,387,496	\$ 406,352
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in current year, previously recognized for budgetary purposes.	319,792	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year:	(301,361)	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 13,405,927</u>	<u>\$ 406,352</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 13,238,838	\$ 406,352
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 13,238,838</u>	<u>\$ 406,352</u>

Required Supplementary Information - Part III
Schedules Related to Accounting and Reporting
For Pensions (GASB 68)

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Fiscal Year

	June 30, 2015
District's proportion of the net pension liability (asset)	0.0093361653%
District's proportionate share of the net pension liability (asset)	\$ 1,747,985
District's covered-employee payroll	666,509
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	262.26%
Plan fiduciary net position as a percentage of the total pension liability	42.74%

This schedule does not contain ten years of information as GASB 68 was implemented during this fiscal year ended June 30, 2015.

**BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Contributions
Public Employees Retirement System
Last Fiscal Year**

	June 30, 2015
Contractually required contribution	\$ 76,966
Contributions in relation to the contractually required contributions	(76,966)
Contribution deficiency (excess)	\$ -
District's covered-employee payroll	\$ 666,509
Contributions as a percentage of covered-employee payroll	11.55%

This schedule does not contain ten years of information as GASB 68 was implemented during this fiscal year ended June 30, 2015.

BARRINGTON SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Fiscal Year

	June 30, 2015
District's proportion of the net pension liability (asset)	<u>0.0394278417%</u>
District's proportionate share of the net pension liability (asset)	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>\$ 21,072,898</u>
Total	<u><u>\$ 21,072,898</u></u>
District's covered-employee payroll	\$ 4,503,664
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%
Plan fiduciary net position as a percentage of the total pension liability	33.64%

This schedule does not contain ten years of information as GASB 68 was implemented during this fiscal year ended June 30, 2015.

**Barrington School District
Notes to Required Supplementary Information
Pension Schedules
For the Fiscal Year Ended June 30, 2015**

1. Teacher's 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.

2. 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.

Other Supplementary Information

Special Revenue Fund

BARRINGTON SCHOOL DISTRICT
Special Revenue Fund
 Combining Statement of Revenues and Expenditures
 Budgetary Basis
 for the Fiscal Year ended June 30, 2015

	Nonpublic Handicap Services									Total
	Exam, & Classification	Nonpublic Textbooks	Nonpublic Nursing	Nonpublic Technology	Individuals with Disabilities Act		Race to the Top Ed Connect	No Child Left Behind		
					Basic	Preschool		Title I	Title II	
REVENUES:										
State sources	\$ 16,209	\$ 12,035	\$ 18,968	\$ 6,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 53,670
Federal sources					204,464	10,680	31,389	97,574	8,575	352,682
Total revenues	\$ 16,209	\$ 12,035	\$ 18,968	\$ 6,458	\$ 204,464	\$ 10,680	\$ 31,389	\$ 97,574	\$ 8,575	\$ 406,352
EXPENDITURES:										
<i>Instruction:</i>										
Salaries of teachers						9,960		77,856	6,805	94,621
Purchased professional technical services							2,375			2,375
Purchased professional educational services	16,209									16,209
Tuition					204,464					204,464
Other purchased services			18,968							18,968
Textbooks		12,035								12,035
General Supplies				6,458			10,994			17,452
Total instruction	16,209	12,035	18,968	6,458	204,464	9,960	13,369	77,856	6,805	366,124
<i>Support services:</i>										
Personal services-employee benefits						720		19,718	1,770	22,208
Purchased professional technical services							6,000			6,000
Travel							10,500			10,500
Total support services	---	---	---	---	---	720	16,500	19,718	1,770	38,708
<i>Facilities acquisition & construction services</i>										
Instructional equipment							1,520			1,520
Noninstructional equipment										
Total facilities acquisition & construction services	---	---	---	---	---	---	1,520	---	---	1,520
Total expenditures	\$ 16,209	\$ 12,035	\$ 18,968	\$ 6,458	\$ 204,464	\$ 10,680	\$ 31,389	\$ 97,574	\$ 8,575	\$ 406,352
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Capital Projects Fund

BARRINGTON SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year ended June 30, 2015

Revenues and Other Financing Sources:

State sources - SDA Grant	\$ 191,950
Transfer from Capital Reserve	278,400
Total revenues and other financing sources	<u>470,350</u>

Expenditures and Other Financing (Uses):

Professional services	40,808
Construction services	426,597
Total expenditures and other financing (uses)	<u>467,405</u>

Excess (deficiency) or revenues over (under) expenditures 2,945

Fund Balance - July 1, 2014

Fund Balance - June 30, 2015

\$ 2,945

BARRINGTON SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Woodland Elementary School - Various Improvements
From Inception and for the Fiscal Year ended June 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ -	\$ 191,950	\$ 191,950	\$ 191,950
Transfer from Capital Reserve		278,400	278,400	278,400
Total revenues	<u> </u>	<u>470,350</u>	<u>470,350</u>	<u>470,350</u>
Expenditures and Other Financing Uses:				
Purchased professional services		40,808	40,808	40,808
Construction services		426,597	426,597	426,597
Equipment				
	<u> </u>	<u>467,405</u>	<u>467,405</u>	<u>467,405</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 2,945</u>	<u>\$ 2,945</u>	<u>\$ 2,945</u>
Additional project information:				
Project Number	0190-030-14-1002			
Grant Date	08/20/14			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$	470,350		
Additional Authorized Cost				
Revised Authorized Cost	\$	470,350		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage Completion		100.00%		
Original target completion date		06/30/15		
Revised target completion date		06/30/15		

Proprietary Funds

BARRINGTON SCHOOL DISTRICT
Enterprise Funds
Combining Statement of Net Position
June 30, 2015

	<u>Food Service Fund</u>
ASSETS:	
Current Assets:	
Cash and cash equivalents	\$ 51,179
Accounts receivable:	
State	109
Federal	4,483
Inventories	<u>9,930</u>
Total Current Assets	<u>65,701</u>
Noncurrent Assets:	
Equipment	62,900
Less - accumulated depreciation	<u>(50,817)</u>
Total Noncurrent Assets	<u>12,083</u>
Total Assets	<u>\$ 77,784</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable	\$ 1,116
Unearned Revenue	<u>2,983</u>
Total Current Liabilities	<u>4,099</u>
NET POSITION:	
Invested in capital assets	12,083
Unrestricted	<u>61,602</u>
Total Net Position	<u>\$ 73,685</u>

BARRINGTON SCHOOL DISTRICT
Enterprise Funds
Statement of Revenues, Expenses
and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2015

	<u>Food Service Fund</u>
OPERATING REVENUES:	
Charges for Services:	
Daily sales reimbursable programs:	
School lunch	\$ 66,455
School breakfast	2,620
Daily sales non-reimbursable programs	
Adult and a la carte sales	46,825
Miscellaneous	<u>4,534</u>
Total Operating Revenues	<u>120,434</u>
OPERATING EXPENSES:	
Salaries and fringe benefits	88,428
Supplies and materials	5,487
Management fee	16,107
Other costs	8,721
Depreciation	4,540
Cost of sales	<u>78,784</u>
Total Operating Expenses	<u>202,067</u>
Operating Income (Loss)	<u>(81,633)</u>
Non-Operating Revenues:	
State sources:	
State school lunch program	2,009
Federal sources:	
National school lunch program	63,475
School breakfast program	12,992
Food distribution program	13,434
Local sources:	
Interest earned	<u>24</u>
Total Non-Operating Revenues	<u>91,934</u>
Income (Loss) before Contributions and Transfers	10,301
Operating Transfers In	<u> </u>
Change in Net Position	10,301
Net Position - July 1, 2014	<u>63,384</u>
Net Position - June 30, 2015	<u>\$ 73,685</u>

BARRINGTON SCHOOL DISTRICT
Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2015

	<u>Food Service Fund</u>
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ 121,191
Cash payments to employees for services	(87,516)
Cash payments to suppliers for goods and services	<u>(112,903)</u>
Net cash provided by (used for) operating activities	<u>(79,228)</u>
Cash Flows from Noncapital Financing Activities:	
Cash received from state sources	2,154
Cash received from federal sources	<u>90,085</u>
Net cash provided by noncapital financing activities	<u>92,239</u>
Cash Flows Used by Capital and Related Financing Activities:	
Purchase of equipment	<u> </u>
Cash Flow Provided by Investing Activities:	
Interest on cash equivalents	<u>24</u>
Net increase (decrease) in cash and cash equivalents	13,035
Cash and Cash Equivalents - July 1, 2014	<u>38,144</u>
Cash and Cash Equivalents - June 30, 2015	<u>\$ 51,179</u>
Reconciliation of Operating Income (Loss) to Net Cash provided by (used for)	
Operating Activities:	
Operating income (loss)	\$ (81,633)
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:	
Depreciation	4,540
Change in assets and liabilities:	
(Increase) decrease in inventories	(1,562)
Increase (decrease) in accounts payable	(1,330)
Increase (decrease) in unearned revenue	<u>757</u>
Net cash provided by (used for) operating activities	<u>\$ (79,228)</u>
Noncash Noncapital Financing Activities:	
During the year the District received \$13,434 of food commodities from the U.S. Department of Agriculture.	

Fiduciary Funds

BARRINGTON SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Position
June 30, 2015

	<u>Trust Funds</u>		<u>Agency Funds</u>		<u>Total</u>
	<u>Unemployment Compensation Trust</u>	<u>Flexible Benefits Trust</u>	<u>Student Activity</u>	<u>Payroll</u>	
ASSETS:					
Cash and Cash Equivalents	\$ 4,600	\$ 1,177	\$ 5,904	\$ 3,851	\$ 15,532
Total Assets	<u>\$ 4,600</u>	<u>\$ 1,177</u>	<u>\$ 5,904</u>	<u>\$ 3,851</u>	<u>\$ 15,532</u>
LIABILITIES:					
Liabilities:					
Payroll Deductions and Withholdings	\$ -	\$ -	\$ -	\$ 3,851	\$ 3,851
Accounts Payable	343				343
Due to Student Groups			5,904		5,904
Total Liabilities	<u>343.00</u>		<u>\$ 5,904</u>	<u>\$ 3,851</u>	<u>10,098</u>
NET POSITION:					
Held in Trust for Payment of Claims	<u>4,257</u>	<u>1,177</u>			<u>5,434</u>
Total Net Position	<u>\$ 4,257</u>	<u>\$ 1,177</u>			<u>\$ 5,434</u>

BARRINGTON SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2015

	<u>Unemployment Compensation Trust Fund</u>	<u>Flexible Benefits Trust Fund</u>
ADDITIONS:		
Contributions	\$ 4,682	\$ 11,965
Total Additions	<u>4,682</u>	<u>11,965</u>
DEDUCTIONS:		
Claims paid	425	11,731
Total Deductions	<u>425</u>	<u>11,731</u>
Change in Net Position	4,257	234
Net Position-- July 1, 2014	<u> </u>	<u>943</u>
Net Position -- June 30, 2015	<u>\$ 4,257</u>	<u>\$ 1,177</u>

BARRINGTON SCHOOL DISTRICT
Fiduciary Funds
Student Activity Agency Fund Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Accounts</u> <u>Payable</u>	<u>Balance</u> <u>June 30, 2015</u>
Avon School	\$ 4,112	\$ 6,110	\$ 7,377	\$ -	\$ 2,845
Woodland School	2,329	14,991	14,261		3,059
Total all schools	<u>\$ 6,441</u>	<u>\$ 21,101</u>	<u>\$ 21,638</u>	<u>\$ -</u>	<u>\$ 5,904</u>

BARRINGTON SCHOOL DISTRICT
Fiduciary Funds
Payroll Agency Fund Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
ASSETS:				
Cash and cash equivalents	\$ 2,366	\$ 5,928,876	\$ 5,927,391	\$ 3,851
Total Assets	<u>\$ 2,366</u>	<u>\$ 5,928,876</u>	<u>\$ 5,927,391</u>	<u>\$ 3,851</u>
LIABILITIES:				
Net payroll	\$ 44	\$ 3,100,015	\$ 3,100,059	\$ -
Payroll deductions and withholdings	<u>2,322</u>	<u>2,828,861</u>	<u>2,827,332</u>	<u>3,851</u>
Total Liabilities	<u>\$ 2,366</u>	<u>\$ 5,928,876</u>	<u>\$ 5,927,391</u>	<u>\$ 3,851</u>

Long-Term Debt Schedules

**BARRINGTON SCHOOL DISTRICT
Statement of Serial Bonds
For the Fiscal Year Ended June 30, 2015**

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2014	Issued	Retired	Balance June 30, 2015
			Date	Amount					
Series 2012 Refunding Bonds	12/19/12	\$ 5,030,000	4/01/16	\$ 245,000	3.000%	\$ 5,010,000	\$ -	\$ 240,000	\$ 4,770,000
			4/01/17	255,000	3.000%				
			4/01/18	270,000	3.000%				
			4/01/19	285,000	3.000%				
			4/01/20	295,000	4.000%				
			4/01/21	315,000	4.000%				
			4/01/22	325,000	4.000%				
			4/01/23	345,000	4.000%				
			4/01/24	370,000	4.000%				
			4/01/25	385,000	4.000%				
			4/01/26	405,000	4.000%				
			4/01/27	425,000	4.000%				
			4/01/28	425,000	4.000%				
4/01/29	425,000	4.000%							
						<u>\$ 5,010,000</u>	<u>\$ -</u>	<u>\$ 240,000</u>	<u>\$ 4,770,000</u>

BARRINGTON SCHOOL DISTRICT
Statement of Obligations Under Capital Leases
For the Fiscal Year Ended June 30, 2015

Series	Date of Lease	Maturity Date	Interest Rate	Amount of Original Issue		Amount Outstanding July 1, 2014	Issued	Retired	Amount Outstanding June 30, 2015
				Principal	Interest				
VOIP Phone System	08/11/11	08/11/15	5.75%	\$ 8,620	\$ 1,033	\$ 2,320	\$ -	\$ 2,160	\$ 160
						<u>\$ 2,320</u>	<u>\$ -</u>	<u>\$ 2,160</u>	<u>\$ 160</u>

BARRINGTON SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 389,234	\$ -	\$ 389,234	\$ 389,234	\$ -
Total Revenues	<u>389,234</u>		<u>389,234</u>	<u>389,234</u>	
EXPENDITURES:					
Regular debt service:					
Interest on Bonds	187,450		187,450	187,450	
Principal on Bonds	240,000		240,000	240,000	-
Total Expenditures	<u>427,450</u>		<u>427,450</u>	<u>427,450</u>	
Excess (Deficiency) of revenues over (under) expenditures	(38,216)		(38,216)	(38,216)	
Other Financing Sources:					
Transfers from other funds					\$ -
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(38,216)		(38,216)	(38,216)	
Fund Balance - July 1, 2014	<u>38,216</u>		<u>38,216</u>	<u>38,216</u>	
Fund Balance - June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Statistical Section

Barrington School District
 Net Position by Component,
 Last Ten Fiscal Years
 (accrual basis of accounting)

J-1

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities:										
Net investment in capital assets	\$ 3,473,799	\$ 3,625,879	\$ 2,876,484	\$ 2,831,996	\$ 3,468,688	\$ 3,498,016	\$ 3,082,076	\$ 3,106,894	\$ 3,042,304	\$ 998,793
Restricted for:										
Capital projects	293,798	339,093	277,962	238,213	382,311	381,021	520,226	313,731	314,071	234,024
Debt service	256,432	113,460	165,418	83,958	826	1,023	197	38,216	38,216	
Special revenue					27,297	21,333				
Other purposes	1,352,328	1,601,426	2,395,448	3,016,686	1,790,833	849,692	657,692	1,047,096	1,011,666	972,056
Unrestricted	(58,541)	(47,056)	(32,887)	(180,417)	(166,615)	(108,583)	(246,700)	(177,829)	(227,737)	(1,906,403)
Total governmental activities net position	\$ 5,317,816	\$ 5,632,802	\$ 5,682,425	\$ 5,990,436	\$ 5,523,340	\$ 4,642,502	\$ 4,013,491	\$ 4,328,108	\$ 4,178,520	\$ 298,470
Business-type activities:										
Net investment in capital assets	\$ 43,245	\$ 48,671	\$ 57,387	\$ 43,325	\$ 36,294	\$ 29,263	\$ 16,596	\$ 9,958	\$ 16,623	\$ 12,083
Unrestricted	57,493	53,774	47,429	56,961	68,308	64,874	67,642	69,098	46,761	61,602
Total business-type activities net position	\$ 100,738	\$ 102,445	\$ 104,816	\$ 100,286	\$ 104,602	\$ 94,137	\$ 84,238	\$ 79,056	\$ 63,384	\$ 73,685
District-wide:										
Net investment in capital assets	\$ 3,517,044	\$ 3,674,550	\$ 2,933,871	\$ 2,875,321	\$ 3,524,982	\$ 3,527,279	\$ 3,098,672	\$ 3,116,852	\$ 3,058,927	\$ 1,010,876
Restricted:										
Capital projects	293,798	339,093	277,962	238,213	382,311	381,021	520,226	313,731	314,071	234,024
Debt service	256,432	113,460	165,418	83,958	826	1,023	197	38,216	38,216	
Special revenue					27,297	21,333				
Other purposes	1,352,328	1,601,426	2,395,448	3,016,686	1,790,833	849,692	657,692	1,047,096	1,011,666	972,056
Unrestricted	(1,048)	6,718	14,542	(123,456)	(98,307)	(43,709)	(179,058)	(108,731)	(180,976)	(1,844,801)
Total district net position	\$ 5,418,554	\$ 5,735,247	\$ 5,787,241	\$ 6,090,722	\$ 5,627,942	\$ 4,736,639	\$ 4,097,729	\$ 4,407,164	\$ 4,241,904	\$ 372,155

Barrington School District
 Changes in Net Position, Last Ten Fiscal Years
 (accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 2,671,517	\$ 2,618,270	\$ 2,800,749	\$ 2,964,105	\$ 3,227,596	\$ 3,075,513	\$ 2,356,419	\$ 2,767,185	\$ 2,826,277	\$ 3,634,351
Special education	680,549	685,475	704,224	666,103	912,498	875,724	1,253,984	1,167,771	1,275,374	1,160,139
Other instruction	145,061	139,183	185,749	163,770	121,054	114,440	132,951	129,602	128,154	149,707
Support Services:										
Tuition	3,593,586	3,974,470	4,488,479	4,712,138	5,315,449	5,356,679	4,849,768	3,968,660	4,204,377	3,739,380
Student & instruction related services	1,279,382	1,141,360	1,056,512	1,015,097	1,112,276	974,562	1,006,425	911,637	887,788	1,044,259
School administrative services	256,122	196,000	241,820	243,180	233,613	232,984	242,768	221,099	167,302	187,326
General and business administrative services	514,882	552,690	533,826	624,892	491,402	438,662	418,260	363,212	514,319	541,394
Plant operations and maintenance	538,828	620,402	688,279	705,217	715,660	633,014	734,569	501,324	722,348	1,214,681
Pupil transportation	442,983	516,015	528,241	439,960	503,433	395,754	385,491	415,007	463,689	449,777
Unallocated employee benefits	1,527,192	1,853,109	1,874,877	1,575,531	1,667,956	1,727,132	2,023,740	2,360,090	2,241,382	2,472,777
Transfer to Charter School					25,165	41,726		8,347	35,055	5,571
Interest on long-term debt	296,286	407,065	370,177	275,760	264,756	254,181	246,381	181,865	196,250	187,450
Unallocated depreciation	16,925	17,775	43,890	43,888	43,889	43,890	310,297	286,687	296,561	97,417
Total governmental activities expenses	11,963,313	12,721,814	13,516,823	13,429,641	14,634,747	14,164,261	13,961,053	13,282,466	13,958,876	14,884,229
Business-type activities:										
Food service	180,980	176,399	174,882	176,020	182,806	186,009	205,550	211,842	216,298	202,067
Total business-type activities expense	180,980	176,399	174,882	176,020	182,806	186,009	205,550	211,842	216,298	202,067
Total district expenses	\$ 12,144,293	\$ 12,898,213	\$ 13,691,705	\$ 13,605,661	\$ 14,817,553	\$ 14,350,270	\$ 14,166,603	\$ 13,494,328	\$ 14,175,174	\$ 15,086,296
Program Revenues:										
Governmental activities:										
Operating grants and contributions	\$ 1,160,346	\$ 1,411,366	\$ 1,582,810	\$ 1,112,922	\$ 1,216,402	\$ 1,024,704	\$ 1,045,161	\$ 1,296,205	\$ 1,141,282	\$ 1,483,956
Charges for services - Tuition			28,474							
Capital grants and contributions										
Total governmental activities program revenues	1,160,346	1,411,366	1,611,284	1,112,922	1,216,402	1,024,704	1,045,161	1,296,205	1,141,282	1,483,956

(Continued)

Barrington School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Business-type activities:										
Charges for services:										
Food service	\$ 147,906	\$ 122,111	\$ 116,649	\$ 125,399	\$ 120,077	\$ 107,730	\$ 110,915	\$ 121,464	\$ 116,546	\$ 120,434
Operating grants and contributions	38,945	43,272	47,025	52,813	66,770	67,569	84,373	85,072	84,060	91,910
Capital grants and contributions										
Total business type activities program revenues	<u>186,851</u>	<u>165,383</u>	<u>163,674</u>	<u>178,212</u>	<u>186,847</u>	<u>175,299</u>	<u>195,288</u>	<u>206,536</u>	<u>200,606</u>	<u>212,344</u>
Total district program revenues	<u>\$ 1,347,197</u>	<u>\$ 1,576,749</u>	<u>\$ 1,774,958</u>	<u>\$ 1,291,134</u>	<u>\$ 1,403,249</u>	<u>\$ 1,200,003</u>	<u>\$ 1,240,449</u>	<u>\$ 1,502,741</u>	<u>\$ 1,341,888</u>	<u>\$ 1,696,300</u>
Net (Expense)/Revenue:										
Governmental activities	\$ (10,802,967)	\$ (11,310,448)	\$ (11,905,539)	\$ (12,316,719)	\$ (13,418,345)	\$ (13,139,557)	\$ (12,915,892)	\$ (11,986,281)	\$ (12,817,594)	\$ (13,400,273)
Business-type activities	5,871	(11,016)	(11,208)	2,192	4,041	(10,710)	(10,262)	(5,306)	(15,692)	10,277
Total district-wide net expense	<u>\$ (10,797,096)</u>	<u>\$ (11,321,464)</u>	<u>\$ (11,916,747)</u>	<u>\$ (12,314,527)</u>	<u>\$ (13,414,304)</u>	<u>\$ (13,150,267)</u>	<u>\$ (12,926,154)</u>	<u>\$ (11,991,587)</u>	<u>\$ (12,833,286)</u>	<u>\$ (13,389,996)</u>
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 7,659,054	\$ 7,933,863	\$ 8,740,030	\$ 8,761,095	\$ 9,179,832	\$ 8,886,209	\$ 9,063,933	\$ 8,812,500	\$ 8,988,750	\$ 9,168,525
Taxes levied for debt service	253,343	397,733	470,026	359,001	499,351	446,081	457,655	449,884	416,250	389,234
Unrestricted grants and contributions	3,079,493	3,047,495	3,129,155	3,408,769	2,963,040	2,877,280	3,099,923	3,061,305	3,259,343	3,326,395
State aid restricted for capital projects	151,296	17,236	(7,529)	(2,801)	229,531	779				
Investment earnings	79,339	80,432	9,102	1,005	488		347		340	408
Miscellaneous income	103,469	148,675	339,032	97,661	79,007	47,892	34,194	11,060	3,323	24,945
Loss on disposal of assets			(724,654)							
Transfers	(286)									
Total governmental activities	<u>11,325,708</u>	<u>11,625,434</u>	<u>11,955,162</u>	<u>12,624,730</u>	<u>12,951,249</u>	<u>12,258,719</u>	<u>12,656,052</u>	<u>12,334,749</u>	<u>12,668,006</u>	<u>12,909,507</u>
Business-type activities:										
Investment earnings	2,204	2,598	1,008	309	275	245	363	124	20	24
Prior year payables canceled		10,125	12,571	(7,031)						
Transfers	286									
Total business-type activities	<u>2,490</u>	<u>12,723</u>	<u>13,579</u>	<u>(6,722)</u>	<u>275</u>	<u>245</u>	<u>363</u>	<u>124</u>	<u>20</u>	<u>24</u>
Total district-wide	<u>\$ 11,328,198</u>	<u>\$ 11,638,157</u>	<u>\$ 11,968,741</u>	<u>\$ 12,618,008</u>	<u>\$ 12,951,524</u>	<u>\$ 12,258,964</u>	<u>\$ 12,656,415</u>	<u>\$ 12,334,873</u>	<u>\$ 12,668,026</u>	<u>\$ 12,909,531</u>
Change in Net Position:										
Governmental activities	\$ 522,741	\$ 314,986	\$ 49,623	\$ 308,011	\$ (467,096)	\$ (880,838)	\$ (259,840)	\$ 348,468	\$ (149,588)	\$ (490,766)
Business-type activities	8,361	1,707	2,371	(4,530)	4,316	(10,465)	(9,899)	(5,182)	(15,672)	10,301
Total district-wide	<u>\$ 531,102</u>	<u>\$ 316,693</u>	<u>\$ 51,994</u>	<u>\$ 303,481</u>	<u>\$ (462,780)</u>	<u>\$ (891,303)</u>	<u>\$ (269,739)</u>	<u>\$ 343,286</u>	<u>\$ (165,260)</u>	<u>\$ (480,465)</u>

Barrington School District
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund:										
Restricted for:										
Capital reserve	\$ 41,651	\$ 43,884	\$ 45,402	\$ 45,891	\$ 22,921	\$ 23,202	\$ 223,549	\$ 313,731	\$ 314,071	\$ 231,079
Maintenance reserve								200,000	200,000	200,000
Emergency reserve								200,000	200,000	200,000
Tuition reserve			405,000	805,000	805,000		160,533	447,096	423,623	457,060
Excess surplus	770,228	797,270	1,051,207	597,150		252,249			-	-
Assigned to:										
Year end encumbrances	22,100		141,971	182,355	48,683	17,443	105,514	-	-	-
Designated for subsequent year's budget	560,000	804,156	797,270	1,246,207	937,150	580,000	391,645	200,000	188,043	114,996
Unassigned	152,131	162,362	150,238	9,521	41,052	108,101	(29,473)	1,398	(40,177)	(28,886)
Total general fund	\$ 1,546,110	\$ 1,807,672	\$ 2,591,088	\$ 2,886,124	\$ 1,854,806	\$ 980,995	\$ 851,768	\$ 1,362,225	\$ 1,285,560	\$ 1,174,249
All Other Governmental Funds										
Restricted for, reported in:										
Special revenue fund	\$ (943)	\$ (943)	\$ (2,143)	\$ 140,083	\$ 27,297	\$ 21,333				\$ 2,945
Capital projects fund	343,913	295,209	307,899	238,213	359,390	357,819	\$ 296,677	\$ -	\$ -	\$ -
Debt service fund	164,666	113,460	90,079	83,958	826	1,023	197	38,216	38,216	
Total all other governmental funds	\$ 507,636	\$ 407,726	\$ 395,835	\$ 462,254	\$ 387,513	\$ 380,175	\$ 296,874	\$ 38,216	\$ 38,216	\$ 2,945

Barrington School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Revenues										
Tax levy	\$ 7,912,397	\$ 8,331,596	\$ 9,210,056	\$ 9,120,096	\$ 9,679,183	\$ 9,332,290	\$ 9,521,588	\$ 9,262,384	\$ 9,405,000	\$ 9,557,759
Tuition			28,474							22,138
Transportation fees										
Interest earnings	79,339	80,432	9,102	1,005	488	478	347	-	340	408
Miscellaneous	103,469	149,675	339,032	97,661	79,007	47,892	34,194	11,060	3,323	2,807
State sources	4,099,686	4,205,189	4,427,218	4,144,516	3,368,440	3,481,610	3,705,289	3,983,279	4,061,072	4,457,669
Federal sources	291,449	269,908	284,747	377,175	1,040,533	421,153	439,795	374,231	339,553	352,682
Total revenue	<u>12,486,340</u>	<u>13,036,800</u>	<u>14,298,629</u>	<u>13,740,453</u>	<u>14,167,651</u>	<u>13,283,423</u>	<u>13,701,213</u>	<u>13,630,954</u>	<u>13,809,288</u>	<u>14,393,463</u>
Expenditures										
Instruction										
Regular Instruction	2,619,249	2,560,099	2,682,842	2,832,388	3,076,326	2,902,186	2,354,150	2,789,552	2,790,601	3,215,363
Special education instruction	680,549	685,475	704,224	666,103	912,498	875,724	1,253,984	1,167,771	1,275,374	1,160,139
Other instruction	145,061	139,183	185,749	163,770	121,054	114,440	132,951	129,602	128,154	149,707
Support Services:										
Tuition	3,593,586	3,974,470	4,488,479	4,712,138	5,315,449	5,356,679	4,849,768	3,968,660	4,204,377	3,739,380
Student & instruction related services	1,279,382	1,141,360	1,056,512	1,015,097	1,112,276	974,562	1,006,425	911,637	887,788	1,044,259
School administrative services	256,122	196,000	241,820	243,180	233,613	232,984	242,768	221,099	167,302	158,193
General and business admin. services	507,415	544,798	512,878	603,944	470,454	417,714	416,397	361,349	513,388	512,261
Plant operations and maintenance	536,586	620,402	687,829	683,964	667,907	650,774	635,652	578,674	723,029	717,604
Pupil transportation	442,983	516,015	528,241	439,960	503,433	395,754	385,491	415,007	463,689	449,777
Other support services	1,545,483	1,853,109	1,874,877	1,575,531	1,667,956	1,727,132	2,023,740	2,360,090	2,241,382	2,461,104
Transfer to Charter School					25,165	41,726		8,347	35,055	5,571
Capital outlay	458,794	85,997	35,197		624,435	28,816	153,934	55,502	39,564	499,237
Debt service:										
Principal	140,000	145,000	150,000	165,000	275,000	190,000	210,000	230,000	220,000	240,000
Interest and other charges	291,611	413,240	370,927	275,122	268,144	256,081	248,481	181,865	196,250	187,450
Total expenditures	<u>12,496,821</u>	<u>12,875,148</u>	<u>13,519,575</u>	<u>13,376,197</u>	<u>15,273,710</u>	<u>14,164,572</u>	<u>13,913,741</u>	<u>13,379,155</u>	<u>13,885,953</u>	<u>14,540,045</u>
Excess (Deficiency) of revenues over (under) expenditures	(10,481)	161,652	779,054	364,256	(1,106,059)	(881,149)	(212,528)	251,799	(76,665)	(146,582)
Other Financing sources (uses)										
Proceeds from borrowing										
Accrued interest on sale of bonds										
Prior year payable canceled			(7,529)	(2,801)						
Capital reserve transfer to Capital Projects					(23,253)					
Capital outlay transfer to Capital Projects					(367,220)					
Transfers in	80	77,980	6,340	855	390,677	197		90,182		278,400
Transfers out	(366)	(77,980)	(6,340)	(855)	(204)	(197)		(90,182)		(278,400)
Total other financing sources (uses)	<u>(286)</u>	<u>-</u>	<u>(7,529)</u>	<u>(2,801)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ (10,767)</u>	<u>\$ 161,652</u>	<u>\$ 771,525</u>	<u>\$ 361,455</u>	<u>\$ (1,106,059)</u>	<u>\$ (881,149)</u>	<u>\$ (212,528)</u>	<u>\$ 251,799</u>	<u>\$ (76,665)</u>	<u>\$ (146,582)</u>
Debt service as a percentage of noncapital expenditures	3.59%	4.36%	3.86%	3.29%	3.71%	3.16%	3.33%	3.09%	3.01%	3.04%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay

Barrington School District
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

J-5

<u>Fiscal Year Ending June 30,</u>	<u>Interest on Investments</u>	<u>Tuition</u>	<u>Contributions</u>	<u>Prior Year Refunds</u>	<u>Rentals</u>	<u>Transportation Fees</u>	<u>Miscellaneous</u>	<u>Total</u>
2006	\$ 167,477	\$ -	\$ -	\$ 14,918	\$ -	\$ -	\$ 413	\$ 182,808
2007	203,531		9,579	4,158	4,786		7,053	229,107
2008	124,726	28,474		219,949	205		3,254	376,608
2009	35,278			62,928	460			98,666
2010	57,011			21,689			795	79,495
2011	16,947			30,850			573	48,370
2012	12,673			21,357			511	34,541
2013	3,646						7,414	11,060
2014	1,634			28			1,661	3,323
2015	1,382	22,138		1,425				24,945
	<u>\$ 624,305</u>	<u>\$ 50,612</u>	<u>\$ 9,579</u>	<u>\$ 377,302</u>	<u>\$ 5,451</u>	<u>\$ -</u>	<u>\$ 21,674</u>	<u>\$ 1,088,923</u>

Source: District records

**Barrington School District
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 a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate b	Estimated Actual (County Equalized) Value
2006	\$ 1,523,200	\$ 216,219,200	\$ 304,000	\$ -	\$ 20,701,700	\$ 16,268,600	\$ 16,746,200	\$ 271,762,900	\$ 366,308	\$ 272,129,208	65,273,100	2.978	446,453,328
2007	1,328,300	217,142,600	304,000	-	19,133,900	16,268,600	16,921,300	271,098,700	327,558	271,426,258	66,936,200	3.222	505,617,974
2008	1,699,000	217,466,000	304,000	-	19,162,000	18,061,400	16,921,300	273,613,700	411,346	274,025,046	65,793,400	3.382	550,204,210
2009	1,646,000	218,339,000	304,000	-	19,582,900	20,061,400	16,499,500	276,432,800	427,049	276,859,849	65,956,600	3.368	592,849,692
2010	R 3,961,800	455,758,000	521,200	-	41,750,600	44,350,800	45,198,600	591,541,000	1,323,638	592,864,638	145,746,400	1.603	607,642,268
2011	3,718,800	451,117,000	521,200	-	40,934,300	30,174,100	44,707,700	571,173,100	1,072,135	572,245,235	146,126,700	1.647	563,323,573
2012	3,931,000	448,796,300	521,200	-	40,940,900	30,174,100	44,707,700	569,071,200	1,027,921	570,099,121	145,896,800	1.648	549,911,838
2013	3,839,000	446,818,000	521,200	-	40,054,500	30,174,100	37,129,900	558,536,700	986,545	559,523,245	146,061,300	1.668	527,825,972
2014	3,894,000	444,079,600	521,200	-	35,620,800	30,154,100	37,053,900	551,323,600	863,954	552,187,554	146,579,000	1.717	518,282,758
2015	3,702,400	442,083,600	-	-	35,588,700	26,054,100	37,053,900	544,482,700	870,278	545,352,978	146,942,700	1.798	511,919,710

Source:

Municipal Tax Assessor

Note:

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

- a Taxable Value of Machinery, Improvements and Equipment of Telephone, Telegraph and Messenger System Companies
- b Tax rates are per \$100 of assessed valuation.
- c Not available.
- R Revaluation

Barrington School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)

J-7

Fiscal Year Ended June 30,	Barrington School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Borough of Barrington	Camden County	
2006	2.832	0.146	2.978	1.031	1.327	5.336
2007	3.049	0.173	3.222	1.175	1.308	5.705
2008	3.193	0.189	3.382	1.409	1.279	6.070
2009	3.187	0.181	3.368	1.482	1.328	6.178
2010 R	1.528	0.075	1.603	0.742	0.670	3.015
2011	1.572	0.075	1.647	0.811	0.694	3.152
2012	1.573	0.075	1.648	0.857	0.739	3.244
2013	1.594	0.074	1.668	0.903	0.718	3.289
2014	1.645	0.072	1.717	0.966	0.792	3.475
2015	1.720	0.078	1.798	1.007	0.823	3.628

Source: Municipal Tax Collector

R Revaluation

Barrington School District
Principal Property Tax Payers,
Current Year and Nine Years Ago

J-8

103

Taxpayer	2015		Taxpayer	2006	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
East Coast, The Willows, LLC	\$ 17,000,000	3.12%	Haddonfield Manor, LLC	\$ 8,421,800	3.09%
Lighthouse Haddonfield LLC	15,500,000	2.84%	Greenville Gardens Limited	6,602,900	2.43%
1 Commerce Dr Holdings	12,250,000	2.25%	AP-KEERA Barrington, LLC	6,300,000	2.32%
International Paper Company	6,540,300	1.20%	Weyerhaeuser Paper Co.	5,496,800	2.02%
101 Gloucester Pike Assoc.	4,300,000	0.79%	Berg Enterprise Associates	2,500,000	0.92%
Berg Enterprises Associates	3,632,100	0.67%	Norman & Pauline Edmund	2,419,100	0.89%
Daniel G Kamin Clements Bridge Road	3,400,000	0.62%	BVW Associates, LP	1,814,700	0.67%
Sieck Brothers	2,088,500	0.38%	Sieck Brothers/Royal Courts	1,288,700	0.47%
BVW Associates LP	1,979,000	0.36%	Maureen Lenahan	1,140,600	0.42%
JVS 1100 Barrington, LLC	1,834,900	0.34%	FBV Inc.	1,057,200	0.39%
Total	\$ 68,524,800	12.57%		\$ 37,041,800	13.61%

Source: Municipal Tax Assessor

**Barrington School District
Property Tax Levies and Collections,
Last Ten Fiscal Years**

J-9

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Calendar Year</u>	<u>Collected within the Fiscal Year of the Levy ^a</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2006	\$ 7,912,397	\$ 7,627,250	96.40%	-
2007	8,331,596	7,912,397	94.97%	-
2008	9,210,056	9,210,056	100.00%	-
2009	9,120,096	9,120,096	100.00%	-
2010	9,179,832	9,179,832	100.00%	-
2011	9,332,290	9,332,290	100.00%	-
2012	9,521,588	9,521,588	100.00%	-
2013	9,262,384	8,262,384	89.20%	-
2014	9,405,000	9,405,000	100.00%	-
2015	9,557,759	9,557,759	100.00%	-

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

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

**Barrington School District
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years**

J-10

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Percentage of Personal Income ^b	Per Capita ^c
	General Obligation Bonds ^a	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2006	\$ 6,842,000	\$ -	\$ -	\$ -	\$ 6,842,000	2.48%	977
2007	6,697,000	-	-	-	6,697,000	2.35%	960
2008	6,547,000	-	-	-	6,547,000	2.24%	942
2009	6,382,000	21,253	-	-	6,403,253	2.19%	923
2010	6,107,000	35,751	-	-	6,142,751	2.09%	881
2011	5,917,000	17,991	-	-	5,934,991	1.94%	856
2012	5,707,000	16,982	-	-	5,723,982	1.84%	830
2013	5,230,000	6,621	-	-	5,236,621	1.67%	763
2014	5,010,000	2,320	-	-	5,012,320	c	734
2015	4,770,000	160	-	-	4,770,160	c	c

Sources:

- a District Records
- b Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce
- c Information not available.

**Barrington School District
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years**

J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding ^a		
2006	\$ 6,842,000	-	\$ 6,842,000	2.47%	977
2007	6,697,000	-	6,697,000	1.13%	960
2008	6,547,000	-	6,547,000	1.14%	942
2009	6,382,000	-	6,382,000	1.12%	919
2010	6,697,000	-	6,697,000	1.20%	960
2011	6,547,000	-	6,547,000	1.19%	944
2012	5,707,000	-	5,707,000	1.03%	827
2013	5,230,000	-	5,230,000	0.95%	761
2014	5,010,000	-	5,010,000	0.91%	734
2015	4,770,000	-	4,770,000	0.87%	c

Sources:

- a District Records
- b Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation.
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.

**Barrington School District
 Ratios of Overlapping Governmental Activities Debt
 As of December 31, 2014**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Borough of Barrington	\$ 15,616,576 (1)	100.000%	\$ 15,616,576
Camden County General Obligation Debt	246,860,397 (1)	1.391% (2)	3,433,828
Subtotal, overlapping debt			19,050,404
Barrington School District Direct Debt			
Total direct and overlapping debt			\$ 19,050,404

Sources:

- (1) Entity's Annual Debt Statement.
- (2) The County percentage is based upon a calculation reflecting the Borough's share of the 2014 Equalized Valuation. The source for this computation was the 2014 County Abstract of Ratables, provided by the County Board of Taxation.

**Barrington School District
Legal Debt Margin Information,
Last Ten Fiscal Years
(dollars in thousands)**

J-13

Legal Debt Margin Calculation for Fiscal Year 2015

	Equalized valuation basis (1)
2012	\$ 529,565,606
2013	517,355,224
2014	510,957,924
	<u>\$1,557,878,754</u>
Average equalized valuation of taxable property	<u>\$ 519,292,918</u>
Debt limit (3% of average equalized valuation) (2)	15,578,788
Net bonded school debt (3)	4,770,000
Legal debt margin	<u>\$ 10,808,788</u>

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	\$ 11,279,381	\$ 12,987,630	\$ 14,711,483	\$ 16,148,257	\$ 17,115,174	\$ 17,483,972	\$ 17,132,672	\$ 16,469,440	\$ 15,903,776	\$ 15,578,788
Total net debt applicable to limit (3)	<u>6,842,000</u>	<u>6,697,000</u>	<u>6,547,000</u>	<u>6,382,000</u>	<u>6,107,000</u>	<u>5,917,000</u>	<u>5,707,000</u>	<u>5,230,000</u>	<u>5,010,000</u>	<u>4,770,000</u>
Legal debt margin	<u>\$ 4,437,381</u>	<u>\$ 6,290,630</u>	<u>\$ 8,164,483</u>	<u>\$ 9,766,257</u>	<u>\$ 11,008,174</u>	<u>\$ 11,566,972</u>	<u>\$ 11,425,672</u>	<u>\$ 11,239,440</u>	<u>\$ 10,893,776</u>	<u>\$ 10,808,788</u>
Total net debt applicable to the limit as a percentage of debt limit	60.66%	51.56%	44.50%	39.52%	35.68%	33.84%	33.31%	31.76%	31.50%	30.62%

Sources:

- (1) Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) Limit set by NJSA 18A:24-19 for a K through 8 district.
- (3) District Records

**Barrington School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

J-14

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income ^b</u>	<u>Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2006	7,000	\$ 275,618,000	\$ 39,374	4.5%
2007	6,974	284,525,252	40,798	3.1%
2008	6,948	292,205,088	42,056	4.2%
2009	6,941	291,771,876	42,036	6.6%
2010	6,974	294,512,020	42,230	7.0%
2011	6,933	306,639,657	44,229	6.8%
2012	6,899	310,889,637	45,063	6.9%
2013	6,867	312,750,648	45,544	6.7%
2014	6,826	e	e	6.4%
2015	e	e	e	e

Source:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income has been established based upon the municipal population and per capita personal income presented.
- ^c Per Capita personal income provided by the NJ Dept. of Labor and Workforce Development.
- ^d Unemployment data provided by the NJ Dept of Labor and Workforce Development
- ^e Information not available

**Barrington School District
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years**

J-16

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instruction										
Regular	37.6	38.0	38.0	36.8	34.8	31.0	38.0	41.0	42.0	42.0
Special education	11.0	12.0	12.0	15.0	15.0	13.0	13.0	13.0	13.0	13.0
Support Services:										
Student & instruction related services	36.0	38.0	38.0	24.7	24.4	24.4	22.0	19.0	19.0	19.0
School administrative services	4.0	4.0	4.0	3.0	3.0	3.0	3.0	5.5	5.5	6.5
General and business administrative services	2.0	3.0	3.0	1.4	1.4	1.4	0.6	0.6	0.6	0.6
Plant operations and maintenance	6.0	6.0	6.0	8.1	6.5	6.5	6.5	7.0	7.0	7.0
Business and other support services	3.0	3.0	3.0	2.7	1.3	1.3	1.7	1.7	1.7	1.7
Total	<u>99.6</u>	<u>104.0</u>	<u>104.0</u>	<u>91.7</u>	<u>86.4</u>	<u>80.6</u>	<u>84.8</u>	<u>87.8</u>	<u>88.8</u>	<u>89.8</u>

Source:
District Personnel Records

**Barrington School District
Operating Statistics,
Last Ten Fiscal Years**

J-17

<u>Fiscal Year</u>	<u>Resident Enrollment</u>	<u>Operating Expenditures^a</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff^b</u>	<u>Pupil/Teacher Ratio Elementary</u>	<u>Average Daily Enrollment (ADE)^c</u>	<u>Average Daily Attendance (ADA)^c</u>	<u>% Change in Average Daily Enrollment</u>	<u>Student Attendance Percentage</u>
2006	605	\$ 11,241,408	\$ 18,581	4.85%	58	1:10	596.0	564.1	0.35%	94.65%
2007	577	11,606,416	20,115	8.26%	58	1:10	571.0	560.0	-4.19%	98.07%
2008	588	12,230,911	20,801	3.41%	58	1:10	580.1	559.8	1.60%	96.49%
2009	578	12,963,451	22,428	7.82%	52	1:10	577.8	547.3	-0.40%	94.72%
2010	612	12,936,075	21,137	-5.76%	58	1:10	604.5	574.5	4.62%	95.04%
2011	608	14,106,131	23,201	9.76%	56	1:10	625.6	594.5	3.49%	95.03%
2012	614	13,301,326	21,663	-6.63%	51	1:10	619.2	592.5	-1.02%	95.69%
2013	625	12,903,441	20,646	-4.70%	54	1:10	615.3	587.8	-0.63%	95.53%
2014	613	13,430,139	21,909	6.12%	55	1:11	612.9	587.8	-0.39%	95.90%
2015	616	13,613,358	22,100	0.87%	55	1:11	617.4	591.7	0.73%	95.84%

Sources: District records

Note: Enrollment based on annual October district count.

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

**Barrington School District
School Building Information
Last Ten Fiscal Years**

J-18

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
District Building										
Elementary										
Woodland Elementary (1982)										
Square Feet	49,100	49,100	49,100	51,462	51,462	51,462	51,462	51,462	51,462	51,462
Capacity (students)	350	350	350	353	353	353	353	353	353	353
Enrollment	354	198	198	170	198	252	237	250	224	248
Avon Elementary (1982)										
Square Feet	21,590	21,590	21,590	45,390	45,876	45,876	45,876	45,876	45,876	45,876
Capacity (students)	173	173	173	380	308	308	308	308	308	308
Enrollment	238	379	379	408	412	356	377	375	389	370
Other										
Central Administration (1982)										
Square Feet	1,820	1,820	1,820	1,820	1,820	1,820	1,820	1,820	1,820	1,820

Number of Schools at June 30, 2015

Elementary = 1

Middle School = 1

Senior High School = 0

Other = 0

Source: District Facilities Office

Barrington School District
 Schedule of Required Maintenance
 Last Ten Fiscal Years

J-19

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

* School Facilities	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	Total
Woodland School	\$ 44,785	\$ 43,250	\$ 33,400	\$ 43,649	\$ 38,031	\$ 43,672	\$ 30,122	\$ 61,265	\$ 56,949	\$ 70,057	\$ 465,180
Avon School	34,059	59,850	31,900	33,085	35,390	42,185	35,844	55,258	50,772	62,457	440,800
Other Facilities	1,080	131	13,800		7,450	3,358	11,087	3,604	2,008	2,470	44,988
Total School Facilities	\$ 79,924	\$ 103,231	\$ 79,100	\$ 76,734	\$ 80,871	\$ 89,215	\$ 77,053	\$ 120,127	\$ 109,729	\$ 134,984	\$ 950,968

* 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 records

**Barrington School District
Insurance Schedule
June 30, 2015**

J-20

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy (1)		
Building and Contents (All Locations)		
Limits of liability per occurrence	\$ 300,000,000	\$ 5,000
Boiler and Machinery	100,000,000	5,000
General Liability	16,000,000	
Automobile Liability	16,000,000	1,000
Workers' Compensation	Statutory	
School Board Legal Liability	16,000,000	5,000
Crime Coverage	250,000	1,000
Electronic Data Processing Equipment	500,000	1,000
Student Accident (2)	1,000,000	
Surety Bonds (3)		
Treasurer	200,000	
Board Secretary	50,000	

- (1) New Jersey School Boards Association Insurance Group
- (2) Markel Insurance Company
- (3) Selective Insurance

Source: District records

Single Audit Section

INVERSO & STEWART, LLC
 Certified Public Accountants

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 Marlton, New Jersey 08053
 (856) 983-2244
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 E-Mail: iscpas@concentric.net

-Member of-
 American Institute of CPAs
 New Jersey Society of CPAs

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
 REPORT ON INTERNAL CONTROL OVER COMPLIANCE
 AS REQUIRED BY OMB CIRCULAR A-133
 AND STATE OF NEW JERSEY OMB CIRCULAR 04-04 AND/OR 15-08**

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
 of the Board of Education
 Barrington School District
 County of Camden
 Barrington, New Jersey

Report on Compliance for Each Major State Program

I have audited Barrington School District (School District), in the County of Camden, State of New Jersey's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement*, and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major state programs for the fiscal year ended June 30, 2015. The School District's major 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 state programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of the School District's major state programs based on my audit of the types of compliance requirements referred to above. I conducted my 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; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and State of 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 State of New Jersey Circular OMB's 04-04 and/or 15-08 require that I 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 state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major state program. However, my audit does not provide a legal determination of the School District's compliance.

Opinion on Each Major State Program

In my opinion, the Barrington School District, in the County of Camden, State of New Jersey 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 state programs for the fiscal year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the Barrington 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 my audit of compliance, I considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major 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 state programs and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey OMB's Circular 04-04 and/or 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Barrington's 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 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 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 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.

My 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. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

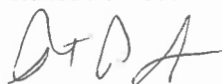
The purpose of this report on internal control over compliance is solely to describe the scope of my testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and the New Jersey OMB's Circular 04-04 and/or 15-08. Accordingly, this report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

Report on Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB 04-04 and/or 15-08

I have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Barrington School District, in the County of Camden, State of New Jersey as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements. I have issued my report thereon dated November 27, 2015, which contained an unmodified opinion on those financial statements. My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state awards is presented for purposes of additional analysis as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04 and/or 15-08 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedule of expenditure of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant

Marlton, New Jersey
November 27, 2015

BARRINGTON SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015

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Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2014			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2015		
					(Accounts Receivable)	Unearned Revenue	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor
U.S. Department of Education														
Passed-through State Department of Education:														
Special Revenue Fund:														
Title I:														
Fiscal Year 2015	84.010	NCLB019015	97,575	7/1/14 - 6/30/15	\$ -	\$ -	\$ -	\$ -	\$ 97,574	\$ (97,574)	\$ -	\$ -	\$ -	\$ -
Fiscal Year 2014	84.010	NCLB019014	105,688	7/1/13 - 6/30/14	(19,763)				19,763					
Title II A:														
Fiscal Year 2015	84.367	NCLB019015	8,575	7/1/14 - 6/30/15					(8,575)	(8,575)				
Fiscal Year 2014	84.367	NCLB019014	12,382	7/1/13 - 6/30/14	(2,315)				2,315					
I.D.E.A. Part B - Basic:														
Fiscal Year 2015	84.027	IDEA019015	266,390	7/1/14 - 6/30/15					203,724	(204,464)		(740)		
Fiscal Year 2014	84.027	IDEA019014	238,893	7/1/13 - 6/30/14	(18,210)				18,210					
I.D.E.A. Part B - Preschool:														
Fiscal Year 2015	84.173	IDEA019015	14,226	7/1/14 - 6/30/15					7,961	(10,680)		(2,719)		
Fiscal Year 2014	84.173	IDEA019014	8,380	7/1/13 - 6/30/14	(1,060)				1,060					
Ed Connect														
Fiscal Year 2015	84.413A	15E00119	50,000	2/1/15 - 11/30/15					18,875	(31,389)		(12,514)		
Race to the Top														
Fiscal Year 2014	84.413A	RTT3019013	5,459	9/1/12 - 8/31/14	(353)		353							
Total U.S. Department of Education					(41,701)		353		360,907	(352,682)		(15,973)		
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Enterprise Fund:														
Food Distribution Program														
Fiscal Year 2015	10.565	N/A	13,434	7/1/14 - 6/30/15					13,434	(13,434)				
School Breakfast Program:														
Fiscal Year 2015	10.553	N/A	12,992	7/1/14 - 6/30/15					12,036	(12,992)		(956)		
Fiscal Year 2014	10.553	N/A	8,321	7/1/13 - 6/30/14	(741)				741					
National School Lunch Program:														
Fiscal Year 2015	10.555	N/A	63,475	7/1/14 - 6/30/15					59,948	(63,475)		(3,527)		
Fiscal Year 2014	10.555	N/A	64,009	7/1/13 - 6/30/14	(3,926)				3,926					
Total U.S. Department of Agriculture					(4,667)				90,085	(89,901)		(4,483)		
Total Federal Awards					\$ (46,368)	\$ -	\$ -	\$ 353	\$ 450,992	\$ (442,583)	\$ -	\$ (20,456)	\$ -	\$ -

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

BARRINGTON SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended June 30, 2015

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2014			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2015		
				(Accounts Receivable)	Unearned Revenue	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor
State Department of Education													
General Fund:													
Equalization Aid	15-495-034-5120-078	\$ 2,577,918	7/1/14 - 6/30/15	\$ -	\$ -	\$ -	\$ -	\$ 2,429,909	\$ (2,677,918)	\$ -	\$ (248,008)	\$ -	\$ -
Equalization Aid	14-495-034-5120-078	2,577,918	7/1/13 - 6/30/14	(264,565)				264,565					
Special Education Categorical Aid	15-495-034-5120-089	518,323	7/1/14 - 6/30/15					470,320	(518,323)		(48,003)		
Special Education Categorical Aid	14-495-034-5120-089	518,323	7/1/13 - 6/30/14	(51,208)				51,208					
Categorical Security Aid	15-495-034-5120-084	20,049	7/1/14 - 6/30/15					18,192	(20,049)		(1,857)		
Categorical Security Aid	14-495-034-5120-084	20,049	7/1/13 - 6/30/14	(1,981)				1,981					
Categorical Transportation Aid	15-495-034-5120-014	20,628	7/1/14 - 6/30/15					18,718	(20,628)		(1,910)		
Categorical Transportation Aid	14-495-034-5120-014	20,628	7/1/13 - 6/30/14	(2,038)				2,038					
Per Pupil Growth Aid	15-495-034-5120-097	8,540	7/1/14 - 6/30/15					7,749	(8,540)		(791)		
PARCC Readiness Aid	15-495-034-5120-098	8,540	7/1/14 - 6/30/15					7,749	(8,540)		(791)		
Extraordinary Special Education Cost Aid	15-100-034-5120-473	13,370	7/1/14 - 6/30/15					12,424	(13,370)		(946)		
Extraordinary Special Education Cost Aid	14-100-034-5120-473	23,282	7/1/13 - 6/30/14	(23,282)				23,282			(13,370)		
Nonpublic Transportation Aid	15-495-034-5120-014	7,270	7/1/14 - 6/30/15					6,770	(7,270)		(500)		
Nonpublic Transportation Aid	14-495-034-5120-014	6,333	7/1/13 - 6/30/14	(6,333)				6,333			(7,270)		
Homeless Tuition Aid	15-495-034-5120-005	33,326	7/1/14 - 6/30/15					31,326	(33,326)		(33,326)		
On-behalf TPAF Pension Contribution	15-495-034-5094-006	215,695	7/1/14 - 6/30/15					215,695	(215,695)				
On-behalf TPAF Post Retirement Medical	15-495-034-5094-001	342,414	7/1/14 - 6/30/15					342,414	(342,414)				
Reimbursed TPAF Social Security Contr.	15-495-034-5094-003	327,545	7/1/14 - 6/30/15					294,850	(327,545)		(32,695)		
Reimbursed TPAF Social Security Contr.	14-495-034-5094-003	314,453	7/1/13 - 6/30/14	(62,671)				62,671			(327,545)		
Total General Fund				<u>(412,078)</u>				<u>4,217,674</u>	<u>(4,193,618)</u>		<u>(388,022)</u>		
Special Revenue Fund:													
NJ Nonpublic Aid:													
Textbook Aid	15-100-034-5120-064	12,035	7/1/14 - 6/30/15					12,035	(12,035)				
Textbook Aid	14-100-034-5120-064	11,409	7/1/13 - 6/30/14			239				239			
Nursing Aid	15-100-034-5120-070	19,160	7/1/14 - 6/30/15					19,160	(18,968)				192
Nursing Aid	14-100-034-5120-070	16,058	7/1/13 - 6/30/14			161				161			
Technology Aid	15-100-034-5120-373	6,464	7/1/14 - 6/30/15					6,464	(6,458)				6
Handicapped Services:													
Examination & Classification	15-100-034-5120-066	47,536	7/1/14 - 6/30/15					47,536	(16,209)				31,327
Examination & Classification	14-100-034-5120-066	37,255	7/1/13 - 6/30/14			21,484				21,484			
Total Special Revenue Fund						<u>21,884</u>		<u>85,195</u>	<u>(53,670)</u>		<u>21,884</u>		<u>31,525</u>
Capital Projects Fund:													
Educational Facilities & Construction Act													
Woodland Elementary School	0190-030-14-1002	191,950	7/1/14 - 6/30/15						(191,950)		(191,950)		
Total Capital Projects Fund									<u>(191,950)</u>		<u>(191,950)</u>		
State Department of Agriculture													
Enterprise Fund:													
National School Lunch Program (State Share)	15-100-010-3350-023	2,009	7/1/14 - 6/30/15					1,900	(2,009)		(109)		
National School Lunch Program (State Share)	14-100-010-3350-023	2,202	7/1/13 - 6/30/14	(254)				254					
Total Enterprise Fund				<u>(254)</u>				<u>2,154</u>	<u>(2,009)</u>		<u>(109)</u>		
Total State Financial Assistance				<u>\$ (412,332)</u>	<u>\$ -</u>	<u>\$ 21,884</u>	<u>\$ -</u>	<u>\$ 4,305,023</u>	<u>\$ (4,441,247)</u>	<u>\$ 21,884</u>	<u>\$ (580,081)</u>	<u>\$ -</u>	<u>\$ 31,525</u>

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

**Barrington School District
Notes to Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2015**

I. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Barrington 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, are included on the schedules of expenditures of federal awards and state financial assistance.

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State, 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.

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 the expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$18,431 for the general 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 follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ -	\$ 4,212,049	\$ 4,212,049
Special Revenue	352,682	53,670	406,352
Capital Projects		191,950	191,950
Food Service	89,901	2,009	91,910
Total	<u>\$ 442,583</u>	<u>\$ 4,459,678</u>	<u>\$ 4,902,261</u>

4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

**Barrington School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2015
(Continued)**

5. OTHER

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

6. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

7. ADJUSTMENT

Amounts reported in the column entitled "Adjustments" represent the following:

	<u>Federal</u>	<u>State</u>
Prior Year Receivable Canceled	\$ <u>353</u>	\$ <u>-</u>

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

Section 1 -- Summary of Auditor's Results (Continued)

State Awards

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

Auditee qualified as low-risk auditee? X yes no

Internal Control over major programs:

Material weaknesses identified? yes X no

Significant deficiencies identified that are not considered to be a material weakness? yes X none reported

Type of auditor's report on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04 and/or 15-08? yes X no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u>15-495-034-5120-078</u>	<u>Equalization Aid</u>
<u>15-495-034-5120-089</u>	<u>Special Education Categorical Aid</u>
<u>15-495-034-5094-003</u>	<u>Reimbursed TPAF Social Security</u>
<u>15-100-010-3350-023</u>	<u>National School Lunch Program (State Share)</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

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

Section 2 -- Schedule of 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 requires reporting in a Circular A-133 audit.

Finding #2015-001

Criteria or specific requirement:

N.J.A.C. 6A:23-16.12 and good internal control require supporting documentation for cash all receipts.

Condition:

Cash receipts supporting documentation was not maintained for the Woodland School student activity fund.

Context:

Only one of twenty five cash receipts tested had supporting documentation.

Effect:

The District did not comply with N.J.A.C. 6A:23-16.12.

Cause:

Oversight

Recommendation:

That supporting documentation is maintained for all student activity receipts.

View of Responsible Officials and Planned Corrective Action:

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

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

**Section 3 -- Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs**

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and NJOMB Circular Letter 04-04 and/or 15-08, as applicable

FEDERAL AWARDS:

A Federal single audit was not required.

STATE AWARDS:

No findings and/or questioned costs identified.

**BARRINGTON SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR 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 and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, USOMB Circular A-133 and NJOMB's Circular 04-04 and/or 15-08, as applicable.

FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings

FEDERAL AWARDS

A Federal single audit was not required.

STATE AWARDS

There were no prior year audit findings.