

**DELAWARE VALLEY REGIONAL HIGH SCHOOL
BOARD OF EDUCATION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

OF THE

**DELAWARE VALLEY REGIONAL HIGH SCHOOL
BOARD OF EDUCATION
ALEXANDRIA TOWNSHIP, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Prepared by

**DELAWARE VALLEY REGIONAL HIGH SCHOOL
BOARD OF EDUCATION
DEPARTMENT OF ADMINISTRATION**

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
TABLE OF CONTENTS

	<u>PAGE</u>
INTRODUCTORY SECTION	
Letter of Transmittal	2
Organizational Chart	3
Roster of Officials	4
Consultants and Advisors	5
FINANCIAL SECTION	
Independent Auditor's Report	7-9
Required Supplementary Information – Part I	
Management's Discussion and Analysis	11
Basic Financial Statements	
A. District-Wide Financial Statements:	
A-1 Statement of Net Position	14
A-2 Statement of Activities	15
B. Fund Financial Statements	
Governmental Funds:	
B-1 Balance Sheet	17-18
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	19-20
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Proprietary Funds:	
B-4 Combining Statement of Fund Net Position	22
B-5 Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	23
B-6 Combining Statement of Cash Flows	24
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	25
B-8 Statement of Changes in Fiduciary Net Position	26
Notes to the Financial Statements	28-56
Required Supplementary Information – Part II	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule-General Fund	59-64
C-1A Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual	65
C-2 Budgetary Comparison Schedule-Special Revenue Fund	66
Notes to the Required Supplementary Information:	
C-3 Budget-to-GAAP Reconciliation	68

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
TABLE OF CONTENTS
(Continued)

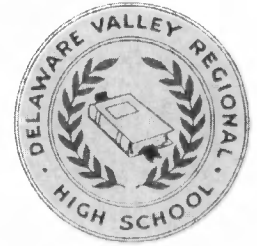
<u>EXHIBIT</u>	<u>PAGE</u>
FINANCIAL SECTION (Continued)	
SECTION II	
Required Supplementary Information – Part III	
L. Schedule Related to Accounting & Reporting for Pensions (GASB68):	
L-1 Schedule of District's Proportionate Share of the Net Pension Liability-TPAF	70
L-2 Schedule of Pension Contribution-TPAF	70
L-3 Schedule of District's Proportionate Share of the Net Pension Liability-PERS	71
L-4 Schedule of Pension Contribution-PERS	71
Notes to the Required Supplementary Information - Part III	72-73
Other Supplemental Information	
D. School Level Schedule	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenue and Expenditures Special Revenue Fund-Budgetary Basis	77
F. Capital Projects Fund:	
F-1 Summary Schedule of Project Expenditures	79
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance-Budgetary Basis	80
F-2A Schedule of Project Revenues, Expenditures, Project Balance to F-2C and Project Status- Budgetary Basis	81-83
G. Proprietary Funds	
Enterprise Fund:	
G-1 Combining Statement of Fund Net Position	85
G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Position	86
G-3 Combining Statement of Cash Flows	87
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	89
H-2 Combining Statement of Changes in Fiduciary Net Position	90
H-3 Student Activity Agency Fund Statement of Changes in Assets and Liabilities	91
H-4 Payroll Agency Fund Statement of Changes in Assets and Liabilities	92
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	94
I-2 Schedule of Obligations Under Capital Leases	95
I-3 Debt Service Fund Budgetary Comparison Schedule	96

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
TABLE OF CONTENTS
(Continued)

<u>EXHIBIT</u>		<u>PAGE</u>
SECTION III		
STATISTICAL SECTION		
Table of Contents		98
J-1	Net Position by Component	99
J-2	Changes in Net Position	100-102
J-3	Fund Balances, Governmental Funds	103
J-4	Changes in Fund Balances, Governmental Funds	104
J-5	Local Tax Levy by Constituent District	105
J-6	General Fund-Other Local Revenues by Source	106
J-7	Assessed Value and Actual Value of Taxable Property All Constituent Districts	107
J-8	Assessed Value and Actual Value of Taxable Property to	
J-12	by Constituent District	108-112
J-13	Direct and Overlapping Property Tax Rates to	
J-17	by Constituent District	113-117
J-18	Principal Property Taxpayers to	
J-22	by Constituent District	118-122
J-23	Property Tax Levies and Collections-All Constituent Districts	123
J-24	Property Tax Levies and Collections to	
J-28	by Constituent District	124-128
J-29	Ratios of Outstanding Debt by Type	129
J-30	Ratios of General Bonded Debt Outstanding	130
J-31	Direct and Overlapping Governmental Activities Debt to	
J-35	by Constituent District	131-135
J-36	Legal Debt Margin Information	136
J-37	Demographic and Economic Statistics	137
J-38	Principal Employers	138
J-39	Full Time Equivalent Employees by Function/Program	139
J-40	Operating Statistics	140
J-41	School Building Information	141
J-42	Schedule of Required Maintenance	142
J-43	Insurance Schedule	143
SECTION VI		
SINGLE AUDIT SECTION		
K-1	Independent Auditor's Report-Government Auditing Standards	145-146
K-2	Independent Auditor's Report-OMB Circular A-133	147-149
K-3	Schedule of Expenditures of Federal Awards, Schedule A	150
K-4	Schedule of Expenditures State Financial Assistance, Schedule B	151-152
K-5	Notes to Schedules of Financial Assistance	153-154
K-6	Schedule of Findings and Questioned Costs	155-157
K-7	Summary Schedule of Prior Audit Findings	157

INTRODUCTORY SECTION

Delaware Valley Regional High School Board of Education



19 Senator Stout Road • Frenchtown • New Jersey • 08825-3721
Telephone: 908-996-2727 • Fax: 908-996-4527 • Website: dvrhs.org

Daria A. Wasserbach
Superintendent

Teresa E. Barna, RSBO
Business Administrator/Board Secretary

November 12, 2015

Honorable President and
Members of the Board of Education
Delaware Valley Regional High School District
County of Hunterdon, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Delaware Valley Regional High 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 (Board). 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 comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the district's organizational chart and a list of principal officials. The financial section includes the 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 1996 and the U.S. Office of Management and Budget Circular A-133. "Audits of State and Local Governments, and Nonprofit Organizations" and New Jersey OMB's Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." 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:** Delaware Valley Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14. All funds and account groups of the District are included in this report. The Delaware Valley Regional High School Board of Education constitutes the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels 9 through 12. These include regular, vocational and special education. The District completed the 2014-2015 fiscal year with an enrollment of 894 students. The following details the changes in the student enrollment of the District over the last several years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	% Enrollment Change
2014-15	894	-5.40%
2013-14	945	-2.88%
2012-13	973	-0.20%
2011-12	975	-2.69%
2010-11	1,002	-1.57%
2009-10	1,018	4.19%
2008-09	977	-1.21%
2007-08	989	-1.59%
2006-07	1,005	3.61%
2005-06	970	2.54%
2004-05	946	-0.42%
2003-04	950	8.50%

- 2.) **ECONOMIC CONDITION AND OUTLOOK:** The Delaware Valley Regional High School is composed of five municipalities: Alexandria Township, Frenchtown Borough, Holland Township, Kingwood Township, and Milford Borough. Primarily rural/residential, the area contains a relatively small number of businesses to support the tax base. The State of New Jersey has been reducing State Aid in recent years to offset increases in the state budget. This action, if continued, has the potential to cause a steady increase in local municipal taxes which could have a detrimental effect on our taxing ability.

Since the completion of Route 78, the commuter population has migrated westward into the Delaware Valley Region, primarily into Alexandria and Kingwood Townships. As a result, over the last few decades, the residential population, including school age children, has been increasing, until recent years. In 1975, the 89 square miles comprising the Regional District contained about 11,800 residents. By 1990, that number had increased to 14,612. According to the official data from the 2010 U.S. Census, the Delaware Valley Regional was comprised of 16,680 people broken down by municipalities as follows:

Alexandria Township	-	4,938
Frenchtown Borough	-	1,373
Holland Township	-	5,291
Kingwood Township	-	3,845
Milford Borough	-	1,233

The local elementary districts are reporting reduced levels of enrollment, which is starting to affect the high school enrollment.

- 3) **STUDENT PROGRESS:** One Hundred Eighty-Seven (187) students comprised Delaware Valley's 2015 graduating class. Among these graduates, One Hundred Seventy-Five (175) (93.6%) have enrolled in either technical schools or two or four-year colleges. Two (2) (1.0%) seniors entered the United States Armed Forces and ten (10) (5.3%) other graduates were directly employed or did not indicate what activity they would pursue following graduation.

As of the 2014-2015 school year, the PARCC test was administered to students in grades 9 – 11. The PARCC replaces the HSPA as the state graduation test and measures students in Math and Language Arts skills. As of this reporting, individual student test scores have not been released to schools.

Offered is a comprehensive program, consisting primarily of in-house courses, which includes some out-of-district placements for handicapped, disadvantaged and special needs students. These and other programs have kept our dropout rate consistently at or below 1%.

- 4.) **INTERNAL ACCOUNTING CONTROLS:** Management of the district is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the district are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

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

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

As part of the 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 reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2014.

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

- 7.) **DEBT ADMINISTRATION:** At June 30, 2015, the district's outstanding debt issues included \$2,090,000 of general obligation bonds. The bonds are a result of a referendum for construction and equipment additions and renovations to Delaware Valley Regional High School issued on December 14, 2003, and the Transportation Service Fund's issuance of a new capital lease in fiscal year 2012 for the purchase of six (6) new buses. The proceeds of this bond issue are to provide funds for capital improvements to the District's building and grounds.

- 8.) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 3. 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.

- 9.) **RISK MANAGEMENT**: The Board carries various forms of insurance, including but not limited to general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property, content, and fidelity bonds. The Board oversees risk management for the District. A schedule of insurance coverage is found on J-20.
- 10.) **OTHER INFORMATION**: **Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of William Colantano, Jr., CPA, Registered Municipal Accountants, Public School Accountants, 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 1996 and the related OMB Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*, and State Treasury Circular Letter NJOMB 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statement and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.
- 11.) **ACKNOWLEDGMENTS**: We would like to express our appreciation to the members of the Delaware Valley Regional High School District Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



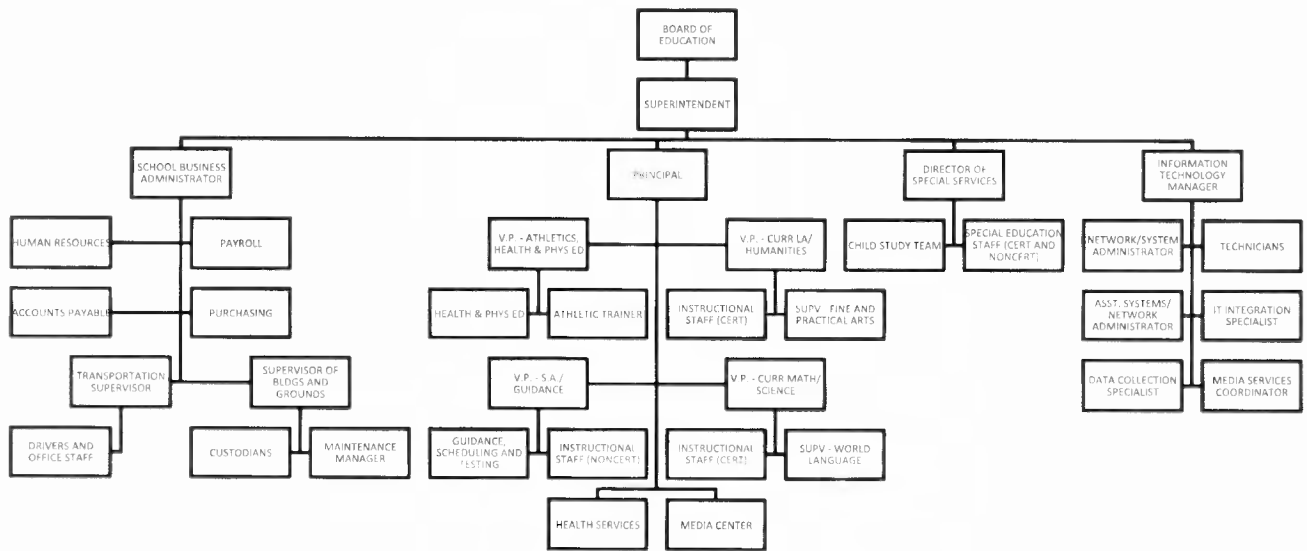
Daria A. Wasserbach
Superintendent of Schools



Teresa E. Barna
Board Secretary/Business Administrator

DELAWARE VALLEY REGIONAL HIGH SCHOOL BOARD OF EDUCATION
ORGANIZATIONAL CHART

REVISED: November 24, 2014



**DELAWARE VALLEY REGIONAL HIGH SCHOOL BOARD OF EDUCATION
 ROSTER OF OFFICIALS
 JUNE 30, 2015**

Name	Municipality	Term Expires
Ellen Gordon, President	Milford Borough	2016
Brett Reina, Vice-President	Holland Township	2015
Debora Frank	Kingwood Township	2015
Dr. Sandra Howell	Holland Township	2016
Henry Ihling	Alexandria Township	2017
Sharon Kelly	Alexandria Township	2015
Sharon Lightner	Kingwood Township	2017
William Martin	Holland Township	2016
Geoffrey Stanley	Frenchtown Borough	2017

Other Officials

Daria A. Wasserbach, Superintendent of Schools

Teresa E. Barna, School Business Administrator/Board Secretary

Raymond Krov, Treasurer of School Monies

DELAWARE VALLEY REGIONAL HIGH SCHOOL BOARD OF EDUCATION**CONSULTANTS AND ADVISORS
JUNE 30, 2015**

Audit Firm:	William Colantano, Jr., CPA 100 Route 31 North Washington, NJ 07882
Architect:	Settembrino Architects 25 Bridge Avenue, Suite 201 Red Bank, NJ 07701
Attorney:	Fogarty & Hara, Counselors at Law 16-00 Route 208 South Fair Lawn, NJ 07410
Official Depository:	TD Bank 1 Royal Road Flemington, NJ 08822
School Physician:	Delaware Valley Family Health Center 200 Frenchtown Road Milford, NJ 08848
Financial Advisor:	Phoenix Advisors 4 West Park Street Bordentown, NJ 08505

FINANCIAL SECTION

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITOR'S REPORT

November 12, 2015

Honorable President and
Members of the Board of Education
Delaware Valley Regional High
School District
County of Hunterdon, New Jersey

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Other Matters

Required Supplementary Information

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

Other Information

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

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, the schedule of and the schedule of state financial assistance as required by NJ OMB 15-08 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 12, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.



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

REQUIRED SUPPLEMENTARY INFORMATION-PART I

**DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
FRENCHTOWN, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

11.0

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

Financial Highlights

Key financial highlights for fiscal year 2015 are as follows:

- In total, net position increased \$1,204,519, which represents a 24.5% increase from fiscal year 2014.
- General revenues accounted for \$21,593,413 or 81.05% percent of all revenues. Program specific revenues in the form of operating grants and contributions, and charges for services, accounted for \$5,047,702, or 18.95% of the total revenues of \$24,829,323.
- The school district had \$25,437,517 in total expenses, \$5,047,702 of these expenses were offset by program specific charges, grants or contributions. General revenues (primarily taxes) of \$21,593,413 were adequate to provide for these expenses.
- Among governmental funds, the General Fund had \$19,387,718 in revenues and \$18,922,587 in expenditures. After factoring in net other financing uses of \$125,627, the General Fund's balance increased \$339,504 from fiscal year 2014. This can be explained by the effective cost cutting measures implemented by the District.

Using this Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending.

The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of the Delaware Valley Regional High School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

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

**DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
FRENCHTOWN, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

11.1

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

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

- Governmental activities – All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation, and extracurricular activities.
- Business-type activities – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service and the Transportation Service enterprise funds are reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

Proprietary Funds (Enterprise Funds)

These funds use the same basis of accounting as business-type activities and are used to account for the District's activities which operate like a business. The District has three enterprise funds. The Food Service Fund accounts for the activities of the cafeteria, the joint transportation activities servicing the District and the five elementary sending districts are recorded in the Transportation Service Fund, and the Technology Service Fund accounts for technology services provided to two of the elementary sending districts.

Fiduciary Funds

The activities in which the District acts solely as a trustee or agent for the benefit of others are reported here.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 FRENCHTOWN, NEW JERSEY
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 UNAUDITED

Notes to the Financial Statements

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

The School District as a Whole

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

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

Table 1 provides a summary of the District's net position at June 30, 2015 with comparisons to June 30, 2014.

		Table 1		Net Position	
		6/30/15	6/30/14	Variance	
				Dollars	%
ASSETS					
Current & Other Assets		\$ 4,889,304	\$ 2,489,975	\$ 2,399,329	96.36
Capital Assets		13,906,515	13,453,547	452,968	3.37
Total Assets		<u>18,795,819</u>	<u>15,943,522</u>	<u>2,852,297</u>	<u>17.89</u>
Deferred Pension Activity		791,585	285,081	506,504	177.67
Total Deferred Outflow of Resources		<u>791,585</u>	<u>285,081</u>	<u>506,504</u>	<u>177.67</u>
LIABILITIES					
Long-Term Liabilities		12,885,712	11,188,264	1,697,448	15.17
Other Liabilities		132,352	114,001	18,351	16.10
Total Liabilities		<u>13,018,064</u>	<u>11,302,265</u>	<u>1,715,799</u>	<u>15.18</u>
Deferred Pension Activity		438,483		438,483	*
Total Deferred Inflow of Resources		<u>438,483</u>	<u>-</u>	<u>438,483</u>	<u>*</u>
NET POSITION					
Net Investment in Capital Assets		10,756,469	10,566,568	189,901	1.80
Restricted		1,537,380	878,685	658,695	74.96
Unrestricted		(6,162,992)	(6,518,915)	355,923	(5.46)
Total Net Position		<u>\$ 6,130,857</u>	<u>\$ 4,926,338</u>	<u>\$ 1,204,519</u>	<u>24.45</u>

* = Undefined

Total assets increased by \$2,852,297; as cash and cash equivalents increased \$2,435,236; receivables decreased \$36,007; capital assets increased \$452,968 and other assets increased \$100. Unrestricted net position, the part of net position that can be used to finance day-to-day activities without legal constraints established by parties outside of the District, increased by \$355,923.

The negative balance in unrestricted net assets is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 Accounting and Financial

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 FRENCHTOWN, NEW JERSEY
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 UNAUDITED

Reporting for Pensions which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

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

Table 2
Changes in Net Position

	Fiscal Year Ending		Variance	
	6/30/15	6/30/14	Dollars	%
Revenues				
Program Revenues:				
Charges for Services	\$ 4,650,384	\$ 3,876,326	\$ 774,058	19.97
Operating Grants	286,583	271,489	15,094	5.56
Capital Grants	110,735		110,735	*
General Revenues:				
Property Taxes	14,103,870	13,690,086	413,784	3.02
Unrestricted Grants	7,415,191	5,406,445	2,008,746	37.15
Other	74,352	67,866	6,486	9.56
Total Revenues	<u>26,641,115</u>	<u>23,312,212</u>	<u>3,328,903</u>	14.28
Program Expenses				
Instruction:				
Regular	7,994,360	6,783,272	1,211,088	17.85
Special	1,521,071	1,544,142	(23,071)	(1.49)
Other	1,466,782	1,442,547	24,235	1.68
Support Services:				
Tuition	1,094,071	940,653	153,418	16.31
Student & Instructional Staff	4,143,236	3,570,980	572,256	16.03
General & Business Administration	1,615,953	1,352,168	263,785	19.51
School Administration	670,034	599,975	70,059	11.68
Maintenance	1,659,974	1,917,835	(257,861)	(13.45)
Transportation	4,738,728	4,270,739	467,989	10.96
Food Service	402,611	452,199	(49,588)	(10.97)
Interest on Long-Term Debt	130,697	123,357	7,340	5.95
Total Expenses	<u>25,437,517</u>	<u>22,997,867</u>	<u>2,432,310</u>	10.58
Increases (Decreases) Before				
Special Items	<u>1,203,598</u>	<u>314,345</u>	<u>889,253</u>	282.89
Special Items:				
Prior Year's Revenue Refunded	(731)		(731)	*
Gain/(Loss) on Deletion of Assets	1,652	(48,422)	50,074	(103.41)
Total Special Items	<u>921</u>	<u>(48,422)</u>	<u>49,343</u>	(101.90)
Increase (Decrease) in Net Position	<u>\$ 1,204,519</u>	<u>\$ 265,923</u>	<u>\$ 938,596</u>	352.96

* = Undefined

**DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
FRENCHTOWN, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

Governmental Activities

Property taxes made up 63.3% of revenues for governmental activities for the Delaware Valley Regional High School District for fiscal year 2015. The District's total revenues were \$22,298,271 for the year ended June 30, 2015. Federal, state and local grants accounted for 33.3% of revenue. The total cost of all programs and services was \$21,297,163. Instruction comprises 51.6% percent of district expenses while support services comprised 47.8% and interest on long-term debt comprised .6%.

Business-type Activities

Revenue from the District's business-type activities (food service and transportation program) was comprised mostly of charges for services, and federal and state reimbursements.

- The Food Service Fund operated at a loss of \$10,628 for fiscal year 2015, and has a substantial fund balance of \$108,909 as of June 30, 2015. Sales revenues amounted to \$335,139 while federal and state reimbursement for meals, including payments for free and reduced lunches, and donated commodities was \$57,449.
- The Transportation Service Fund operated at a profit of \$215,307 for fiscal year 2015. Fund balance as of June 30, 2015 of \$1,612,533 is comprised mostly of the amount invested in capital assets for the bus fleet, a transportation garage building, and other equipment assets. Unrestricted "free" fund balance of \$1,098,746 is available for future operations of the fund.
- The Technology Service Fund operated to a loss of \$908 for fiscal year 2015. Fees collected were \$265,847 while operating expenses were \$266,755.

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

**Table 3
Cost of Governmental Services**

	Total Cost of Services		Net Cost of Services	
	6/30/15	6/30/14	6/30/15	6/30/14
Instruction	\$ 10,982,213	\$ 9,769,961	\$ 10,566,153	\$ 9,583,550
Support Services:				
Tuition	1,094,071	940,653	909,045	760,449
Student & Instructional Staff	4,143,236	3,570,980	4,073,891	3,527,985
General & Business Administration	1,349,198	1,191,594	1,335,669	1,167,784
School Administration	670,034	599,975	665,767	599,975
Plant Operations & Maintenance	1,659,974	1,917,835	1,648,674	1,911,277
Pupil Transportation	1,267,740	1,216,043	1,260,898	1,216,043
Interest on Long-Term Debt	130,697	123,357	130,697	123,357
Total Expenses	\$ 21,297,163	\$ 19,330,398	\$ 20,590,794	\$ 18,890,420

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 FRENCHTOWN, NEW JERSEY
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 UNAUDITED

Operation and maintenance of plant services includes expenses to keep the school grounds, building and equipment in an effective working condition.

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

Interest on long-term debt is the cost incurred on the repayment of general obligation bonds issued to finance improvements to the school facilities.

The dependence upon tax revenue is apparent. For all activities, tax revenue support is 56.8%. The community as a whole is the primary support for the Delaware Valley Regional High School District.

The School District's Funds

Information about the District's major funds starts on page 17. All governmental funds (e.g., general fund, special revenue fund, capital projects fund and debt service fund) are accounted for using the modified accrual basis of accounting. Revenues for all governmental funds totaled \$20,305,729 and expenditures were \$20,006,610. The net increase in fund balances of \$2,098,449 was most significant in the Capital Projects Fund, which increased by \$1,758,945. The District funded several capital projects in fiscal year 2015 while a majority of the project expenditures will occur in the subsequent fiscal year.

General Fund Budgeting Highlights

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

For the General Fund, budget based revenues amounted to \$17,991,525 which was more than original budget estimates by \$385,085. This can be explained mostly by unanticipated or unbudgeted revenue for extraordinary aid.

Capital Assets

At the end of the fiscal year 2015, the School District has \$13,906,515 invested in buildings, land, vehicles, equipment, and construction in progress. Some of the more significant asset acquisitions included eight new school buses, a parking lot repaving, and a public announcement system.

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

	6/30/15	6/30/14	Variance	
			Dollars	%
Land	\$ 36,845	\$ 36,845	\$ -	0.00
Construction in Progress	308,118	484,258	(176,140)	(36.37)
Land Improvements	1,134,755	696,014	438,741	63.04
Buildings & Improvements	10,517,703	10,862,061	(344,358)	(3.17)
Machinery & Equipment	744,272	800,516	(56,244)	(7.03)
Vehicles	1,164,822	573,853	590,969	102.98
Total	\$ 13,906,515	\$ 13,453,547	\$ 452,968	3.37

* = Undefined

**DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
FRENCHTOWN, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
UNAUDITED**

11.6

At June 30, 2015, the District had \$12,885,712 in long-term liability obligations. The district funded a window replacement project through a five-year lease purchase for \$1,562,654. The district also leased 260 iPad Air devices and various other equipment totaling \$236,676 in fiscal year 2015. A summary of the District's outstanding debt as of June 30, 2015 with comparisons to June 30, 2014 is provided in Table 5.

**Table 5
Long-term Liabilities at Year-end**

	6/30/15	6/30/14	Variance	
			Dollars	%
Governmental Funds:				
2012 Refunding Bonds	\$ 2,090,000	\$ 2,580,000	\$ (490,000)	(18.99)
Unamortized Bond Premium	128,978	165,396	(36,418)	(22.02)
PERS Net Pension Liability	7,357,773	7,231,071	126,702	1.75
Capital Leases Payable	1,591,747	189,277	1,402,470	740.96
Compensated Absences Payable	834,541	764,074	70,467	9.22
Business-Type Funds:				
Capital Leases Payable	882,673	258,446	624,227	241.53
Total	<u>\$ 12,885,712</u>	<u>\$ 11,188,264</u>	<u>\$ 1,697,448</u>	15.17

* = Undefined

Factors Bearing on the District's Future

The Delaware Valley Regional High School District is in satisfactory financial condition at this time. The School District is proud of its community support of the public schools. The School District has continued to grow its program offerings for its students while being sensitive to the taxpayers. One of the areas the District will continue to explore is the sharing of services with its constituent K-8 Districts. There is a need to update the infrastructure of the building in order to remain current. Another major concern is the continued reliance on local property taxes as a means of funding.

In conclusion, the Delaware Valley Regional High School District has committed itself to financial excellence for many years. Further, the District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors, with a general overview of the School District's finances and to show the School District's accountability for the funds it receives. If you have questions about this report or need additional information, contact the School Business Administrator, in the office of the Delaware Valley Regional High Board of Education, 19 Senator Stout Road, Frenchtown, NJ 08825.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash & Cash Equivalents	\$ 821,912	\$ 910,246	\$ 1,732,158
Receivables, Net	386,293	239,747	626,040
Inventory		4,901	4,901
Restricted Assets:			
Cash & Cash Equivalents	2,526,205		2,526,205
Capital Assets (Note 4):			
Land and Construction in Progress	344,963		344,963
Other Capital Assets, Net of Depreciation	12,088,891	1,472,661	13,561,552
Total Assets	<u>16,168,264</u>	<u>2,627,555</u>	<u>18,795,819</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Pension Activity	<u>791,585</u>	<u>-</u>	<u>791,585</u>
LIABILITIES			
Accounts Payable	77,543	1,452	78,995
Accrued Interest	32,498		32,498
Unearned Revenue	13,872	6,987	20,859
Long-Term Liabilities (Note 5):			
Due Within One Year	987,878	229,292	1,217,170
Due Beyond One Year	11,015,161	653,381	11,668,542
Total Liabilities	<u>12,126,952</u>	<u>891,112</u>	<u>13,018,064</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amount on Pension Activity	<u>438,483</u>	<u>-</u>	<u>438,483</u>
NET POSITION			
Net Investment in Capital Assets	10,166,481	589,988	10,756,469
Restricted For:			
Legal Reserves	861,504		861,504
Capital Projects	675,876		675,876
Unrestricted	<u>(7,309,447)</u>	<u>1,146,455</u>	<u>(6,162,992)</u>
TOTAL NET POSITION	<u>\$ 4,394,414</u>	<u>\$ 1,736,443</u>	<u>\$ 6,130,857</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
			Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental Activities:								
Instruction:								
Regular	\$ 4,961,719	\$ 3,032,641	\$ 140,534	\$ 4,902	\$ 51,032	\$ (7,797,892)		\$ (7,797,892)
Special Education	877,239	643,832	174,503		9,057	(1,337,511)		(1,337,511)
Other Special Instruction	20,000	4,997		19,226	207	(5,564)		(5,564)
Other Instruction	1,057,595	384,190		6,165	10,434	(1,425,186)		(1,425,186)
Support Services:								
Tuition	1,094,071			185,026		(909,045)		(909,045)
Students & Instruction Related Services	2,527,404	1,615,832	29,709	13,815	25,821	(4,073,891)		(4,073,891)
General & Business Administration Services	947,680	401,518	3,612		9,917	(1,335,669)		(1,335,669)
School Administration Services	415,518	254,516			4,267	(665,767)		(665,767)
Plant Operations & Maintenance	1,402,381	257,593	11,300			(1,648,674)		(1,648,674)
Pupil Transportation	1,267,433	307	6,842			(1,260,898)		(1,260,898)
Interest on Long-Term Debt	130,697					(130,697)		(130,697)
Total Governmental Activities	<u>14,701,737</u>	<u>6,595,426</u>	<u>366,500</u>	<u>229,134</u>	<u>110,735</u>	<u>(20,590,794)</u>	<u>\$ -</u>	<u>(20,590,794)</u>
Business-Type Activities:								
Food Service	402,611		335,139	57,449			(10,023)	(10,023)
Transportation	3,470,988		3,682,898				211,910	211,910
Technology Services	266,755		265,847				(908)	(908)
Total Business-Type Activities	<u>4,140,354</u>	<u>-</u>	<u>4,283,884</u>	<u>57,449</u>	<u>-</u>	<u>-</u>	<u>200,979</u>	<u>200,979</u>
Total Primary Government	<u>\$ 18,842,091</u>	<u>\$ 6,595,426</u>	<u>\$ 4,650,384</u>	<u>\$ 286,583</u>	<u>\$ 110,735</u>	<u>(20,590,794)</u>	<u>200,979</u>	<u>(20,389,815)</u>
General Revenues, Transfers & Special Items								
						13,525,820		13,525,820
						578,050		578,050
						7,415,191		7,415,191
						9,677	126	9,803
						63,164	1,385	64,549
							(731)	(731)
						(360)	2,012	1,652
						<u>21,591,542</u>	<u>2,792</u>	<u>21,594,334</u>
						1,000,748	203,771	1,204,519
						3,393,666	1,532,672	4,926,338
						<u>\$ 4,394,414</u>	<u>\$ 1,736,443</u>	<u>\$ 6,130,857</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015

	General	Special Revenue	Capital Projects	Debt Service	Total Governmental
ASSETS					
Cash & Cash Equivalents	\$ 821,912				\$ 821,912
Due from Other Funds	8,650				8,650
Receivables from Other Governments:					
Federal		\$ 20,524			20,524
State	235,648		\$ 110,735		346,383
Local	13,386				13,386
Other Receivables	1,000				1,000
Restricted Cash & Equivalents	861,504		1,664,701		2,526,205
TOTAL ASSETS	\$ 1,942,100	\$ 20,524	\$ 1,775,436	\$ -	\$ 3,738,060
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to Other Funds		\$ 3,650			\$ 3,650
Accounts Payable	\$ 58,050	3,002	\$ 16,491		77,543
Unearned Revenue		13,872			13,872
Total Liabilities	58,050	20,524	16,491	\$ -	95,065
Fund Balances:					
Restricted Fund Balance:					
Capital Projects			1,758,945		1,758,945
Committed Fund Balance:					
Capital Reserve Account	274,316				274,316
Maintenance Reserve Account	337,188				337,188
Emergency Reserve Account	250,000				250,000
Assigned Fund Balance:					
Year-End Encumbrances	605,112				605,112
Designated for Subsequent Year's Expenditures	250,000				250,000
Unassigned Fund Balance	167,434				167,434
Total Fund Balances	1,884,050	-	1,758,945	-	3,642,995
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,942,100	\$ 20,524	\$ 1,775,436	\$ -	\$ 3,738,060

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015
(Continued)

Total Fund Balances for Governmental Funds		\$ 3,642,995
Amounts reported for governmental activities in the Statement of Net Position (A-1) are different because:		
Capital assets used in government activities are not financial resources & therefore are not reported in the funds:		
The cost of the assets is	\$ 22,022,231	
and the accumulated depreciation is	<u>9,588,377</u>	12,433,854
Long-term liabilities, including bonds payable, are not due & payable in the current period & therefore are not reported as liabilities in the funds (See Note 5)		(12,003,039)
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds		353,102
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due		<u>(32,498)</u>
Total Net Position of Governmental Activities		<u>\$ 4,394,414</u>

DELAWARE VALLEY REGIONAL HIGH 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	\$ 13,525,820			\$ 578,050	\$ 14,103,870
Tuition Charges	187,493				187,493
Interest Earned on Capital Reserve Funds	1,043				1,043
Interest on Investments	8,542		\$ 92		8,634
Local Contributions	5,425	\$ 11,242			16,667
Miscellaneous	55,996				55,996
Total	13,784,319	11,242	92	578,050	14,373,703
State Sources	5,603,499		110,735		5,714,234
Federal Sources		217,892			217,892
Total Revenues	19,387,818	229,134	110,827	578,050	20,305,829
EXPENDITURES					
Current:					
Instruction:					
Regular Instruction	4,932,664	4,902			4,937,566
Special Education Instruction	876,297				876,297
Other Special Instruction	5,000	15,000			20,000
Cocurricular/School-Sponsored	1,009,555				1,009,555
Support Service & Undistributed Costs:					
Tuition	909,045	185,026			1,094,071
Student & Instruction Related Services	2,484,432	13,815			2,498,247
General & Other Administrative Services	959,483				959,483
School Administrative Services	412,906				412,906
Plant Operations & Maintenance	1,341,466		20,818		1,362,284
Pupil Transportation	1,260,591				1,260,591
Unallocated Benefits	4,234,891	4,226			4,239,117

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES (Cont'd)					
Capital Outlay:					
Equipment	\$ 90,117	\$ 6,165			\$ 96,282
Facilities Acquisition & Construction Services	77,047		\$ 256,021		333,068
Debt Services:					
Principal	302,212			\$ 490,000	792,212
Interest & Other Charges				88,050	88,050
Interest on NJ SDA obligations	26,981				26,981
Total Expenditures	<u>18,922,687</u>	<u>\$ 229,134</u>	<u>\$ 276,839</u>	<u>578,050</u>	<u>20,006,710</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>465,131</u>	<u>-</u>	<u>(166,012)</u>	<u>-</u>	<u>299,119</u>
Other Financing Sources (Uses):					
Capital Leases (Non-Budgeted)	236,676		1,562,654		1,799,330
Transfers In			362,303		362,303
Transfers Out	(362,303)				(362,303)
Total Other Financing Sources (Uses)	<u>(125,627)</u>	<u>-</u>	<u>1,924,957</u>	<u>-</u>	<u>1,799,330</u>
Net Change in Fund Balances	339,504	-	1,758,945	-	2,098,449
Fund Balances, July 1	<u>1,544,546</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,544,546</u>
Fund Balances, June 30	<u>\$ 1,884,050</u>	<u>\$ -</u>	<u>\$ 1,758,945</u>	<u>\$ -</u>	<u>\$ 3,642,995</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Total Net Changes in Fund Balances-Governmental Fund (from B-2)		\$ 2,098,449
<p>Amounts reported for governmental activities in the Statement of Activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Proceeds from the disposition of assets is an other financing source in the governmental funds, while only the gain or loss is reported in the statement of activities. The difference, which is the cost basis of the assets disposed, is a reduction in the reconciliation:</p>		
Capital Outlays	\$ 429,350	
Cost Basis of Capital Assets Disposed	(360)	
Depreciation Expense	<u>(525,598)</u>	(96,608)
<p>Governments funds report capital leases proceeds as financing sources whereas issuing debt increase long-term liabilities in the governmental wide statements.</p>		
		(1,799,330)
<p>Repayment of bond principal and capital lease debt are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and are not reported in the statement of activities:</p>		
Bond Principal Payments	490,000	
Capital Lease Principal Payments	<u>396,860</u>	886,860
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.</p>		
		(58,681)
<p>Governmental funds report the effect of premiums when debt is first issued, whereas these amounts are unearned & amortized in the statement of activities:</p>		
Amortization of Bond Premium		36,418
<p>In the statement of activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.</p>		
		4,107
<p>In the statement of activities, 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>(70,467)</u>
Change in Net Position of Governmental Activities		<u>\$ 1,000,748</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015

	Business Type Activities Enterprise Funds			Total
	Food Service Fund	Transportation Service Fund	Technology Service Fund	
ASSETS				
Current Assets:				
Cash & Cash Equivalents	\$ 32,400	\$ 862,845	\$ 15,001	\$ 910,246
Receivables from Other Governments:				
State	182			182
Federal	2,212			2,212
Local		237,353		237,353
Inventory	4,901			4,901
Total Current Assets	<u>39,695</u>	<u>1,100,198</u>	<u>15,001</u>	<u>1,154,894</u>
Noncurrent Assets:				
Capital Assets	257,078	4,389,777		4,646,855
Less: Accumulated Depreciation	180,877	2,993,317		3,174,194
Total Noncurrent Assets	<u>76,201</u>	<u>1,396,460</u>	<u>-</u>	<u>1,472,661</u>
Total Assets	<u>115,896</u>	<u>2,496,658</u>	<u>15,001</u>	<u>2,627,555</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable		1,452		1,452
Deferred Revenues	6,987			6,987
Total Current Liabilities	<u>6,987</u>	<u>1,452</u>	<u>-</u>	<u>8,439</u>
Long-Term Liabilities:				
Capital Leases-Due Within One Year		229,292		229,292
Capital Leases-Due Beyond One Year		653,381		653,381
Total Long-Term Liabilities	<u>-</u>	<u>882,673</u>	<u>-</u>	<u>882,673</u>
Total Liabilities	<u>6,987</u>	<u>884,125</u>	<u>-</u>	<u>891,112</u>
NET POSITION				
Net Investment in Capital Assets	76,201	513,787		589,988
Unrestricted	32,708	1,098,746	15,001	1,146,455
TOTAL NET POSITION	<u>\$ 108,909</u>	<u>\$ 1,612,533</u>	<u>\$ 15,001</u>	<u>\$ 1,736,443</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Service Fund	Technology Service Fund	Total
Operating Revenues:				
Charges for Services:				
Daily Sales-Reimbursable Programs	\$ 142,740			\$ 142,740
Daily Sales-Nonreimbursable Programs	192,399			192,399
Transportation Fees		\$ 3,682,898		3,682,898
Technology Fees			\$ 265,847	265,847
Total Operating Revenues	<u>335,139</u>	<u>3,682,898</u>	<u>265,847</u>	<u>4,283,884</u>
Operating Expenses:				
Costs of Sales-Reimbursable Programs	92,852			92,852
Costs of Sales-Nonreimbursable Programs	101,617			101,617
Salaries	133,785	1,875,641	187,685	2,197,111
Employee Benefits	27,129	388,071	78,836	494,036
Purchased Professional/Technical Services		35,072		35,072
Purchased Property Services	5,588	58,316		63,904
Rental/Lease Payments for Vehicles		158,339		158,339
Contracted Services-Transportation		175,440		175,440
Insurance	2,217	39,011		41,228
Management Fee	8,924	7,076		16,000
Other Purchased Services	3,055	15,045	234	18,334
General Supplies	11,722	6,999		18,721
Transportation Supplies		181,472		181,472
Energy (Natural Gas)		5,862		5,862
Energy (Gasoline)		303,964		303,964
Depreciation	13,851	220,680		234,531
Miscellaneous	1,871			1,871
Total Operating Expenses	<u>402,611</u>	<u>3,470,988</u>	<u>266,755</u>	<u>4,140,354</u>
Operating Income (Loss)	<u>(67,472)</u>	<u>211,910</u>	<u>(908)</u>	<u>143,530</u>
Non-operating Revenues (Expenses):				
State Sources:				
State School Lunch Program	2,143			2,143
Federal Sources:				
National School Lunch Program:				
Cash Assistance	37,844			37,844
Non-cash Assistance (Commodities)	17,462			17,462
Interest Income	126			126
Miscellaneous		1,385		1,385
Refund of Prior Year Federal/State Aid	(731)			(731)
Total Non-operating Revenues (Expenses)	<u>56,844</u>	<u>1,385</u>	<u>-</u>	<u>58,229</u>
Other Financing Sources (Uses):				
Gain (Loss) on Disposal of Assets		2,012		2,012
Total Other Financing Sources (Uses)	<u>-</u>	<u>2,012</u>	<u>-</u>	<u>2,012</u>
Change in Net Position	(10,628)	215,307	(908)	203,771
Total Net Position, Beginning	<u>119,537</u>	<u>1,397,226</u>	<u>15,909</u>	<u>1,532,672</u>
Total Net Position, Ending	<u>\$ 108,909</u>	<u>\$ 1,612,533</u>	<u>\$ 15,001</u>	<u>\$ 1,736,443</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Service Fund	Technology Service Fund	Total
Cash Flows from Operating Activities:				
Receipts from Services Provided (Net)	\$ 336,176	\$ 3,781,435	\$ 265,847	\$ 4,383,458
Payments to Employees (Net)	(22,570)	(1,875,641)	(187,685)	(2,085,896)
Payments for Employee Benefits	(1,727)	(388,071)	(78,836)	(468,634)
Payments to Food Service Mgmt Co	(330,575)			(330,575)
Payments to Vendors (Net)	(16,151)	(985,319)	(234)	(1,001,704)
Net Cash Provided by (Used For)				
Operating Activities	(34,847)	532,404	(908)	496,649
Cash Flows from Noncapital				
Financing Activities:				
State Sources	2,205			2,205
Federal Sources	37,804			37,804
Refund of Prior Year Federal/State Aid	(731)			(731)
Miscellaneous		1,385		1,385
Net Cash Provided by (Used For)				
Noncapital Financing Activities	39,278	1,385	-	40,663
Cash Flows from Investing Activities:				
Interest Income	126	-	-	126
Cash Flows from Capital Financing Activities:				
Proceeds from Equipment Disposal		2,012		2,012
Proceeds from Leases		708,717		708,717
Payment of Capital Leases		(84,490)		(84,490)
Acquisition of Equipment		(784,107)		(784,107)
Net Cash Provided by (Used For) Capital				
Financing Activities	-	(157,868)	-	(157,868)
Net Increase (Decrease) in Cash				
and Cash Equivalents	4,557	375,921	(908)	379,570
Cash and Cash Equivalents, Beginning	27,843	486,924	15,909	530,676
Cash and Cash Equivalents, Ending	\$ 32,400	\$ 862,845	\$ 15,001	\$ 910,246
Reconciliation of Operating Income				
(Loss) to Net Cash Provided by				
(Used for) Operating Activities:				
Operating Income (Loss)	\$ (67,472)	\$ 211,910	\$ (908)	\$ 143,530
Adjustments to Reconcile Operating				
Income (Loss) to Net Cash Provided				
by (Used for) Operating Activities:				
Depreciation	13,851	220,680		234,531
Federal Food Donation Program	17,462			17,462
(Increase) Decrease in Inventory	(100)			(100)
(Increase) Decrease in Accounts Receivable		98,537		98,537
Increase (Decrease) in Accounts Payable		1,277		1,277
Increase (Decrease) in Deferred Revenue	1,412			1,412
Net Cash Provided by (Used For)				
Operating Activities	\$ (34,847)	\$ 532,404	\$ (908)	\$ 496,649

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Agency Funds
ASSETS			
Cash and Cash Equivalents	\$ 148,347	\$ 41,437	\$ 331,688
Total Assets	148,347	41,437	\$ 331,688
LIABILITIES			
Due to Other Funds			\$ 5,000
Accounts Payable	3,850		
Due to Student Groups			106,753
Payroll Deductions & Withholdings			219,935
Total Liabilities	3,850	-	\$ 331,688
NET POSITION			
Held in Trust for Unemployment Claims & Other Purposes	\$ 144,497		
Reserved for Scholarships		\$ 41,437	

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund
	<u> </u>	<u> </u>
ADDITIONS		
Contributions:		
Employees	\$ 20,407	
Other		\$ 4,460
Investment Earnings:		
Interest	348	
Total Additions	<u>20,755</u>	<u>4,460</u>
DEDUCTIONS		
Unemployment Claims	21,362	
Scholarships Awarded		5,775
Total Deductions	<u>21,362</u>	<u>5,775</u>
Change in Net Position	(607)	(1,315)
Net Position, Beginning of the Year	<u>145,104</u>	<u>42,752</u>
Net Position, End of the Year	<u>\$ 144,497</u>	<u>\$ 41,437</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

NOTES TO THE BASIC FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The basic financial statements include:

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

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

A. Reporting Entity

The District is a Type II district located in the County of Hunterdon, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year-terms. The purpose of the district is to educate students in Grades 9-12. The District serves the communities of Alexandria Township, Frenchtown Borough, Holland Township, Kingwood Township and Milford Borough (the constituent districts). The District had an approximate enrollment at June 30, 2015 of 899 students.

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

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

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate basic financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The District has elected to treat all of its governmental funds as major funds and they are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and post employment healthcare benefits, are recorded only when payment is due.

Property taxes, tuition and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. As under New Jersey State Statute, a municipality is required to remit to its school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an accounts receivable. All other revenue items are considered to be measurable and available only when the District receives cash.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

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

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

Amounts reported as program revenues include 1) charges to students for tuition, fees, rental, material, supplies, or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, and unrestricted state aids.

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

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

The District reports the following major governmental funds:

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

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

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

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

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

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

Additionally, the District reports the following fund types:

Proprietary Fund Types

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

Enterprise Fund - The Enterprise Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund, the Transportation Service Fund and the Technology Services Fund.

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

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

Building (Transportation Garage)	50 Years
Equipment (Transportation Fund)	8 Years
Equipment (Food Service Fund)	15 Years
Light Trucks & Vehicles	8 Years
Heavy Trucks & Vehicles	6 Years

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

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

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

Fiduciary Fund Types

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

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

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

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

Private Purpose Scholarship Fund - This fund is used to account for funds donated from outside sources which are restricted for the use of student scholarships.

D. Budgets/Budgetary Control

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

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

D. Budgets/Budgetary Control (Cont'd)

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

E. Encumbrances

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

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

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

F. Tuition Receivable

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

G. Tuition Payable

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

H. Short-Term Interfund Receivables/Payables

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

I. Inventories and Prepaid Items

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

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

J. Capital Assets

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings	50
Building Improvements & Portable Classroom	20 to 50
Land Improvements	20
Maintenance Equipment	15
Furniture	20
Musical Instruments	10
Athletic Equipment	10 to 20
Audio Visual Equipment	10
Office Equipment	5 to 10
Computer Equipment	5 to 10
Buses	8
Vehicles	8

K. Compensated Absences

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

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

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

L. Unearned Revenue

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

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

M. Long-Term Obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

N. Fund Balances-Governmental Funds

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

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

N. Fund Balances-Governmental Funds (Cont'd)

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

O. Comparative Data/Reclassifications

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

P. Allocation of Indirect Expenses

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

NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES (Cont'd)

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

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

NOTE 3. DEPOSITS AND INVESTMENTS

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

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 3. DEPOSITS AND INVESTMENTS (Cont'd)

Deposits and investments at June 30, 2015 appear in the basic financial statements as summarized below:

Cash		\$ <u>4,779,835</u>
Cash:	<u>Ref.</u>	
Governmental Funds, Balance Sheet	B-1	\$ 3,348,117
Enterprise Fund, Statement of Net Position	B-4	910,246
Fiduciary Funds, Statement of Net Position	B-7	<u>521,472</u>
 Total Cash		 \$ <u>4,779,835</u>

Deposits – The District’s carrying amount of bank deposits at June 30, 2015 is \$4,779,835 and the bank balance is \$4,408,938. Of the bank balance, \$500,000 is covered by federal depository insurance and \$3,908,938 is insured by GUDPA.

Deposit and Investment Risk

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

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

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

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

Concentration of Credit Risk

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 4. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital Assets, Not Being Depreciated:				
Land	\$ 36,845			\$ 36,845
Construction in Progress	484,258	\$ 333,068	\$ 509,208	308,118
Total	<u>521,103</u>	<u>333,068</u>	<u>509,208</u>	<u>344,963</u>
Capital Assets, Being Depreciated:				
Land Improvements	1,691,630	509,208		2,200,838
Building & Improvements	17,361,026	11,345		17,372,371
Furniture & Equipment	1,969,767	84,937	9,200	2,045,504
Buses & Other Vehicles	58,555			58,555
Total	<u>21,080,978</u>	<u>605,490</u>	<u>9,200</u>	<u>21,677,268</u>
Accumulated Depreciation:				
Land Improvements	995,616	70,467		1,066,083
Building & Improvements	6,689,705	348,223		7,037,928
Furniture & Equipment	1,330,216	104,435	8,840	1,425,811
Vehicles	56,082	2,473		58,555
Total	<u>9,071,619</u>	<u>525,598</u>	<u>8,840</u>	<u>9,588,377</u>
Total Capital Assets, Being Depreciated, Net	<u>12,009,359</u>	<u>79,892</u>	<u>360</u>	<u>12,088,891</u>
Transfers	<u>-0-</u>	<u>(509,208)</u>	<u>(509,208)</u>	<u>-0-</u>
Governmental Activities Capital Assets, Net	<u>\$ 12,530,462</u>	<u>\$ (96,248)</u>	<u>\$ 360</u>	<u>\$ 12,433,854</u>
Business-Type Activities:				
Building & Improvements	\$ 374,000			\$ 374,000
Furniture & Equipment	444,675	\$ 3,490		448,165
Buses & Other Vehicles	3,164,073	780,617	\$ 120,000	3,824,690
Less: Accum Depreciation	<u>(3,059,663)</u>	<u>(234,531)</u>	<u>(120,000)</u>	<u>(3,174,194)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 923,085</u>	<u>\$ 549,576</u>	<u>\$ -0-</u>	<u>\$ 1,472,661</u>

Depreciation expense was charged to governmental functions in the current year as follows:

Instruction:	
Regular	\$ 219,010
Special Education	34,739
Other Special Instruction	771
Co-Curricular Activities	86,977
Support Services:	
Student & Instruction	98,047
General & Business Admin	38,700
School Administration	18,537
Plant & Maintenance	28,817
Total Depreciation Expense, Governmental Activities	<u>\$ 525,598</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 5. LONG-TERM DEBT

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

	Beginning Balance	Accruals	Payments	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Bonds Payable	\$ 2,580,000		\$ 490,000	\$ 2,090,000	\$ 505,000
Unamortized Bond Premium	165,396		36,418	128,978	36,418
PERS Net Pensions Liability	7,231,071	\$ 126,702		7,357,773	
Capital Leases Payable	189,277	1,799,330	396,860	1,591,747	411,042
Compensated Absences Payable	764,074	104,403	33,936	834,541	35,418
Total Governmental Activities Long-Term Liabilities	<u>\$ 10,929,818</u>	<u>\$ 2,030,435</u>	<u>\$ 957,214</u>	<u>\$ 12,003,039</u>	<u>\$ 987,878</u>
Business-Type Activities:					
Capital Leases Payable	\$ 258,446	\$ 708,717	\$ 84,490	\$ 882,673	\$ 229,292
Total Business-Type Activities	<u>\$ 258,446</u>	<u>\$ 708,717</u>	<u>\$ 84,490</u>	<u>\$ 882,673</u>	<u>\$ 229,292</u>

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The unamortized bond premium is amortized over time term of the bonds. The other long-term debts are paid in the current expenditures budget of the District's general fund and transportation enterprise fund.

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

Year Ending June 30,	Principal	Interest	Total
2016	\$ 505,000	\$ 73,350	\$ 578,350
2017	520,000	58,200	578,200
2018	535,000	42,600	577,600
2019	530,000	21,200	551,200
Total	<u>\$ 2,090,000</u>	<u>\$ 195,350</u>	<u>\$ 2,285,350</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

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

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

\$3,075,000 – 2012 general obligation refunding bonds, due in annual installments of \$20,000 to \$535,000 beginning January 15, 2014, through January 15, 2019 interest from 2.00% to 4.00% \$ 2,090,000

Capital Leases Payable

The District is leasing school buses totaling \$1,201,326 under a capital lease in the enterprise fund, computers, technology equipment, maintenance equipment and window replacements totaling \$1,988,607 in the general fund. The following is a schedule of the future minimum lease payments under the capital leases and the net minimum lease payment at June 30, 2015:

<u>Year Ending June 30,</u>	<u>General Fund</u>	<u>Enterprise Fund</u>
2016	\$ 434,863	\$ 236,830
2017	436,378	236,830
2018	389,271	147,299
2019	390,856	147,299
2020	147,300	147,300
Total Minimum Lease Payments	<u>1,651,368</u>	<u>915,558</u>
Amount Representing Interest	<u>59,621</u>	<u>32,885</u>
Present Value of Minimum Leases Payments	<u>\$ 1,591,747</u>	<u>\$ 882,673</u>

The general obligation bonded debt of the District is limited by state law to 3% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2015 is \$70,366,993. General obligation debt at June 30, 2015 is \$2,090,000, resulting in a legal debt margin of \$68,276,993.

NOTE 6. PENSION PLANS

Description of Systems

Substantially all of the Board's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS) and the Defined Contribution Retirement Program (DCRP). The PERS and TPAF systems are sponsored and administered by the State of New Jersey. The DCRP system is administered by Prudential Financial for the Division of Pension and Benefits. The Teachers' Pension and Annuity Fund retirement system is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers. The Public Employees Retirement System and Defined Contribution Retirement Program are considered cost sharing multiple-employer plans.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS

A. Public Employees' Retirement System (PERS)

Plan Description

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

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

The following represents the membership tiers for PERS:

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

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

Allocation Methodology and Reconciliation to Financial Statements

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

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

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

Contributions

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

Collective Net Pension Liability and Actuarial Information

Components of Net Pension Liability

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

	<u>2014</u>	<u>2013</u>
Total Pension Liability	\$ 15,354,541	\$ 14,102,072
Plan Fiduciary Net Position	<u>7,996,768</u>	<u>6,871,001</u>
Net Pension Liability	<u>\$ 7,357,773</u>	<u>\$ 7,231,071</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.08%	48.72%

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

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

Discount Rate

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

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

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

	<u>2014</u>
At Current Discount Rate (5.39%)	\$ 7,357,773
At a 1% Lower Rate (4.39%)	9,256,329
At a 1% Higher Rate (6.39%)	5,763,469
	<u>2013</u>
At Current Discount Rate (5.55%)	\$ 7,231,071
At a 1% Lower Rate (4.55%)	9,001,731
At a 1% Higher Rate (6.55%)	5,747,493

Collective Deferred Outflows of Resources and Deferred Inflows of Resources

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -0-	\$ -0-
Changes of assumptions	231,368	
Net difference between projected and actual earnings on pension plan investments		438,483

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in proportion and differences between District contributions and proportionate share of contributions	\$ 236,245	
District contributions subsequent to the measurement date	<u>323,972</u>	
Total	<u>\$ 791,585</u>	<u>\$ 438,483</u>

The amount reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (ie for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) of \$323,972 will be recognized as a reduction of the net pension liability in the year ended June 30, 2015.

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Deferred Outflows of Resources:				
Changes of Assumptions	\$ -0-	\$ 273,899	\$ 42,531	\$ 231,368
Deferred Inflows of Resources:				
Difference Between Projected and Actual Earnings on Pension Plan Investments	-0-	548,104	109,621	<u>438,483</u>
Net of Deferred Outflows/(Inflows)				<u>\$ (207,115)</u>

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

<u>Year Ending June 30,</u>	
2015	\$ (67,090)
2016	(67,090)
2017	(67,090)
2018	(67,090)
2019	42,531
Thereafter	<u>18,714</u>
Total	<u>\$ (207,115)</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

Pension Expense

For the year ended June 30, 2015, the District recognized net pension expense of \$382,653 which represents the District's proportionate share of allocable plan pension expense of \$378,282 plus the net amortization of deferred amounts from changes in proportion of \$43,427 plus the pension expense related to specific liabilities of individual employers of \$2,985 and less other adjustments to the net pension liability of \$42,041. The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the year ending June 30, 2014 are as follows:

Service Cost	\$ 344,254
Interest on Total Pension Liability	812,240
Member Contributions	(188,529)
Administrative Expense	5,742
Expected Investment Return Net of Investment Expense	(525,997)
Pension Expense Related to Specific Liabilities of Individual Employers	(2,338)
Recognition of Deferred Inflows/Outflows of Resources:	
Amortization of Assumption Changes or Inputs	42,531
Amortization of Projected Versus Actual Investment Earnings on Pension Plan Investments	<u>(109,621)</u>
Pension Expense	<u>\$ 378,282</u>

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

Plan Description

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

The following represents the membership tiers for TPAF:

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

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

Special Funding Situation

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

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

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

	2014	2013
Net Pension Liability	\$ 33,668,700	\$31,465,093
Employer Pension Expense & Related Revenue	1,811,692	N/A
Non-Employer Contribution	267,595	403,228
Allocable Proportionate Percentage	.0629948550%	.0622587707%

C. Defined Contribution Retirement Program

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statement and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625-0295.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 6. PENSION PLANS (Cont'd)

Contribution Requirements

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

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

Year Funding	TPAF Retirement Benefit Costs	Percentage of APC Contributed
06/30/15	\$ 928,045	100%
06/30/14	703,446	100%
06/30/13	857,172	100%

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed
06/30/15	\$ 323,972	100%
06/30/14	285,081	100%
06/30/13	269,772	100%

During the year ended June 30, 2015, the State of New Jersey contributed \$569,381 to the TPAF for post-retirement medical benefits and \$24,072 for the non-contributory insurance premiums, and \$334,592 for normal pension costs and accrued liability on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$474,151 during the year ended June 30, 2015 for the employer's share of social security contributions for TPAF members calculated on their base salaries. These amounts have been included in the basic financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 68.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 7. POST-RETIREMENT BENEFITS

Chapter 384 of PL 1987 and Ch 6 of PL 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. PL 2007, Ch 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside 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 eligible for post-retirement medical benefits, and the state contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with Ch 62, PL 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

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

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

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 8. DEFERRED COMPENSATION

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

Oppeheimer
 AXA Equitable
 Metropolitan Life Ins Co
 Lincoln Investment Planning
 Variable Annuity Life Ins Co/AIG

NOTE 9. INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of June 30, 2015 is as follows:

	Receivable Fund	Payable Fund
General Fund	\$ 8,650	
Special Revenue Fund		\$ 3,650
Net Payroll Agency Fund		5,000
Total	\$ 8,650	\$ 8,650

The balance due from the Net Payroll Agency Fund to the General Fund represents an imprest balance of \$5,000.

The balance due from the Special Revenue Fund to the General Fund represents a loan from the General Fund of \$3,650 due to cash flow issues related to the delayed receipt of grant revenues.

NOTE 10. INVENTORY

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

Food	\$ 3,967
Supplies	934
	\$ 4,901

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 11. CONTINGENT LIABILITIES

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

NOTE 12. RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability, students accident and surety bonds. There was no significant reduction in insurance coverage from coverage in the prior year. The District did not have any insurance settlements, which exceeded insurance coverage for the past three years. A complete schedule of insurance coverage can be found in the Statistical Section of the Comprehensive Annual Financial Report.

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

<u>Fiscal Year</u>	<u>District Contrib</u>	<u>Interest Earnings</u>	<u>Employee Contrib</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ -0-	\$ 348	\$ 20,407	\$ 21,362	\$ 144,497
2013-2014	-0-	156	19,791	48,255	145,104
2012-2013	-0-	171	17,622	18,151	173,412

NOTE 13. LEGAL RESERVE ACCOUNTS

A capital reserve account was established by the District by for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the districts approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A 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 NJSA 19:60-2. Pursuant to NJAC 6A:26-9.1(d)1, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 13. LEGAL RESERVE ACCOUNTS (Cont'd)

Districts are allowed as per NJSA 18A:7F-41(a) & 41(b) to deposit to the legal reserves by board resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited \$200,000 to their Capital Reserve account and \$311,000 to their Maintenance Reserve Account by board resolution in June 2015 as summarized in the following schedule.

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

Legal Reserve Type	Beginning Balance	District Contribution	Interest Earnings	Withdrawals Net of Returns	Ending Balance
Capital	\$ 435,576	\$ 200,000	\$ 1,043	\$ 362,303	\$ 274,316
Emergency	250,000				250,000
Maintenance	193,109	311,000		166,921	337,188
Total	\$ 878,685	\$ 511,000	\$ 1,043	\$ 529,224	\$ 861,504

The June 30, 2015 LRF balance of local support costs of uncompleted capital projects at June 30, 2015 exceeded the balance in the capital reserve account.

NOTE 14. FUND BALANCES-BUDGETARY BASIS

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

	2015	2014
Committed:		
Capital Reserve Account-represents funds restricted to capital projects in the Districts Long Range Facilities Plan	\$ 274,316	\$ 435,576
Maintenance Reserve-Represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (NJSA18A:76-9)	337,188	193,109
Emergency Reserve-Represents funds accumulated to finance unanticipated general fund expenditures required for a thorough and efficient education	250,000	250,000
Assigned:		
Year End Encumbrance-Represents fund balance committed for purchase orders that have been issued but goods or services were not received as of June 30,	605,112	126,340
Designated for Subsequent User's Expenditures-Amount appropriated in the succeeding year's budget to reduce tax requirements	250,000	300,000
Unassigned:		
Undesignated-Represents fund balance which has not been restricted or designated	564,981	625,740
Total Fund Balance	\$ 2,281,597	\$ 1,930,765

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2015
(Continued)

NOTE 15. CALCULATION OF EXCESS SURPLUS

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

NOTE 16: SUBSEQUENT EVENTS

The District has evaluated subsequent events through November 12, 2015, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

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

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

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2015
 (Continued)

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE (Cont'd)

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

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

NOTE 18. RESTATEMENT OF PRIOR YEAR NET POSITION

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

	<u>Governmental Activities</u>
Net Position, June 30, 2014 as Originally Stated	\$ 10,339,656
Add: Deferred Outflow of Resources for Pension Activity	285,081
Less: Net Pension Liability as of June 30, 2014	<u>(7,231,071)</u>
Net Position, June 30, 2014 as Restated	<u>\$ 3,393,666</u>

NOTE 19. DEFICIT BALANCE IN UNRESTRICTED NET POSITION

The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2015 of 7,309,447 on schedule A-1 "Statement of Net Position". The deficit balance is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 Accounting and Financial Reporting for Pensions which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

REQUIRED SUPPLEMENTARY INFORMATION-PART II

BUDGETARY COMPARISON SCHEDULES

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	\$ 13,525,820		\$ 13,525,820	\$ 13,525,820	
Tuition from individuals	12,750		12,750	12,990	\$ 240
Tuition from Other LEAs Within the State	25,050		25,050	174,503	149,453
Interest on Investments				8,542	8,542
Interest Earned on Capital Reserve Funds	200		200	1,043	843
Ipaid Insurance Fees	35,000		35,000	32,920	(2,080)
Miscellaneous-Unrestricted	10,000		10,000	23,076	13,076
Total	<u>13,608,820</u>	<u>\$ -</u>	<u>13,608,820</u>	<u>13,778,894</u>	<u>170,074</u>
State Sources:					
Categorical Special Education Aid	592,662		592,662	592,662	
Equalization Aid	3,173,700		3,173,700	3,173,700	
Categorical Security Aid	74,763		74,763	74,763	
Categorical Transportation Aid	116,642		116,642	116,642	
Additional Adjustment Aid	21,693		21,693	21,693	
PARCC Readiness Aid	9,080		9,080	9,080	
Per Pupil Growth Aid	9,080		9,080	9,080	
Extraordinary Special Education Costs Aid:					
Current Year				207,020	207,020
Prior Year Additional Award				2,726	2,726
Nonpublic Transportation Aid				5,265	5,265
On-Behalf TPAF Pension Contribution				358,664	358,664
On-Behalf TPAF Post Retirement Medical Benefits				569,381	569,381
Reimbursed TPAF Social Security Contribution				474,151	474,151
Total	<u>3,997,620</u>	<u>-</u>	<u>3,997,620</u>	<u>5,614,827</u>	<u>1,617,207</u>
TOTAL REVENUES	<u>\$ 17,606,440</u>	<u>\$ -</u>	<u>\$ 17,606,440</u>	<u>\$ 19,393,721</u>	<u>\$ 1,787,281</u>
EXPENDITURES					
Current:					
Regular Programs:					
Instruction:					
Salaries of Teachers:					
Grades 9-12	\$ 3,891,964	\$ 15,980	\$ 3,907,944	\$ 3,850,422	\$ 57,522
Home Instruction:					
Salaries of Teachers	21,000	15,030	36,030	36,030	
Purchased Professional Educational Services	30,000	(8,948)	21,052	21,052	
Other Purchased Services	3,000		3,000	2,330	670
Undistributed Instruction:					
Other Salaries for Instruction	99,429	33,973	133,402	123,875	9,527
Purchased Professional Educational Services	5,850	7,469	13,319	9,155	4,164
Other Purchased Services	477,588	188,800	666,388	505,869	160,519
General Supplies	254,471	(43,859)	210,612	192,165	18,447
Textbooks	780	9,019	9,799	9,609	190
Other Objects	1,474	(211)	1,263	305	958
Total	<u>4,785,556</u>	<u>217,253</u>	<u>5,002,809</u>	<u>4,750,812</u>	<u>251,997</u>
Special Education-Instruction:					
Multiple Disabilities:					
Salaries of Teachers	87,055	365	87,420	87,036	
Other Salaries for Instruction	86,310	(78,810)	7,500	5,722	
Other Purchased Services		300	300	207	93
General Supplies	5,650	(953)	4,697	3,922	775
Other Objects	400	538	938	929	9
Total	<u>179,415</u>	<u>(78,560)</u>	<u>100,855</u>	<u>97,816</u>	<u>877</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Resource Room/Resource Center:					
Salaries of Teachers	\$ 853,280	\$ (64,427)	\$ 788,853	\$ 748,375	
Other Salaries for Instruction	257,001	(228,435)	28,566	28,566	
General Supplies	4,950		4,950	1,540	\$ 3,410
Other Objects	200		200		200
Total	1,115,431	(292,862)	822,569	778,481	3,610
Total Special Education-Instruction	1,294,846	(371,422)	923,424	876,297	4,487
Basic Skills/Remedial-Instruction:					
Other Purchased Services	16,860	(10,250)	6,610	5,000	1,610
Total	16,860	(10,250)	6,610	5,000	1,610
School Sponsored Co/Extra Curricular Activities:					
Salaries	167,166	19,081	186,247	185,770	477
Purchased Services	8,500	1,085	9,585	8,875	710
Supplies & Materials	5,500	11,894	17,394	3,885	13,509
Other Objects	1,000	5,214	6,214	6,214	
Total	182,166	37,274	219,440	204,744	14,696
School Sponsored Athletics:					
Salaries	622,479	(5,282)	617,197	617,197	
Purchased Services	52,310	4,674	56,984	56,610	374
Supplies & Materials	96,065	(11,078)	84,987	77,468	7,519
Other Objects	27,404	(8,832)	18,572	18,568	
Transfers to Cover Deficit (Agency Funds)	35,000		35,000	34,968	
Total	833,258	(20,518)	812,740	804,811	7,893
Total Instruction	\$ 7,112,686	\$ (147,663)	\$ 6,965,023	\$ 6,641,664	\$ 280,683
Undistributed Expenditures:					
Instruction-Tuition:					
Other LEAs Within the State-Special		\$ 26,822	\$ 26,822	\$ 26,822	
County Vocational School Districts-Regular	\$ 360,000	(9,660)	350,340	350,340	
CSSD and Regional Day Schools		33,756	33,756	33,756	
Private Schools for Disabled Within the State	395,691	102,990	498,681	498,127	\$ 554
Private Schools for Disabled Outside the State		140,192	140,192		140,192
Total	755,691	294,100	1,049,791	909,045	140,746
Health Services:					
Salaries	217,975		217,975	215,613	2,362
Purchased Professional & Technical Services	20,675	(7,157)	13,518	10,185	3,333
Other Purchased Services	8,800		8,800	6,000	2,800
Supplies & Materials	25,737	(230)	25,507	12,389	13,118
Other Objects		230	230	228	2
Total	273,187	(7,157)	266,030	244,415	21,615
Speech, OT, PT & Related Services:					
Salaries	66,035		66,035	66,035	
Purchased Professional Educational Services	24,477	(4,300)	20,177	10,984	9,193
Supplies & Materials		1,200	1,200	151	
Total	90,512	(3,100)	87,412	77,170	9,193
Other Support Serv Students-Extraordinary Services					
Salaries	52,540	336,251	388,791	388,790	1
Supplies & Materials	1,200	(1,200)			
Total	53,740	335,051	388,791	388,790	1

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Guidance:					
Salaries of Other Professional Staff	\$ 440,610	\$ (44,473)	\$ 396,137	\$ 396,137	
Salaries of Secretarial & Clerical Assistants	92,310		92,310	91,857	\$ 453
Other Salaries	35,000	69	35,069	35,069	
Other Purchased Professional & Technical Services	23,500	20,916	44,416	44,221	195
Other Purchased Services	7,473	(1,088)	6,385	6,385	
Supplies & Materials	7,500	(5,739)	1,761	1,761	
Other Objects	500	(375)	125	125	
Total	606,893	(30,690)	576,203	575,555	648
Child Study Teams:					
Salaries of Other Professional Staff	378,586	2,819	381,405	381,405	
Salaries of Secretarial & Clerical Assistants	43,881	(2,123)	41,758	41,758	
Other Salaries	12,000	3,832	15,832	14,142	1,690
Purchased Professional Educational Services	4,200	2,035	6,235	5,000	1,235
Other Purchased Professional & Technical Services		1,300	1,300	1,275	25
Other Purchased Services	9,500	200	9,700	9,592	108
Miscellaneous Purchased Services	2,000	(100)	1,900	871	1,029
Supplies and Materials	6,700	3,000	9,700	9,290	410
Other Objects	1,450	(621)	829	820	9
Total	458,317	10,342	468,659	464,153	4,506
Improvement of Instruction Services:					
Salaries of Supervisor of Instruction	249,764	966	250,730	250,730	
Salaries of Other Professional Staff	27,880	(966)	26,914	17,455	9,459
Salaries of Secretarial & Clerical Assistants	45,655		45,655	45,655	
Other Purchases Services	8,200	1,195	9,395	9,395	
Supplies & Materials	1,900	165	2,065	1,845	220
Other Objects	3,000	(1,360)	1,640	1,640	
Total	336,399	-	336,399	326,720	9,679
Educational Media Services /School Library:					
Salaries	135,135	906	136,041	136,040	1
Salaries of Technology Coordinators	243,499	(8,550)	234,949	231,579	
Purchased Professional & Technical Services	3,000		3,000	2,093	907
Other Purchased Services	300	100	400	336	64
Supplies & Materials	55,000	9,147	64,147	22,526	41,621
Other Objects	100	245	345	345	
Total	437,034	1,848	438,882	392,919	42,593
Instructional Staff Training Services:					
Salaries of Other Professional Staff	20,000	(11,157)	8,843	8,843	
Purchased Professional Educational Services	11,000	(3,724)	7,276	802	6,474
Other Purchased Services	645	3,100	3,745	3,441	304
Supplies & Materials	1,000	624	1,624	1,624	
Total	32,645	(11,157)	21,488	14,710	6,778
Support Services General Administration:					
Salaries	207,049		207,049	207,044	5
Legal Services	50,000	7,488	57,488	57,487	1
Audit Fees	30,000	(950)	29,050	29,050	
Architectural/Engineering Services	5,000	4,312	9,312	9,312	
Other Purchased Professional Services	11,600	10,020	21,620	21,620	
Communications & Telephone	34,770	(7,205)	27,565	27,565	
Board of Education Other Purchased Services	2,200	(104)	2,096	2,096	
Miscellaneous Purchased Services	71,200	(10,469)	60,731	60,146	585
General Supplies	4,500	1,174	5,674	5,674	
Board of Education In-House Training/Meeting Supplies	1,800	(509)	1,291	1,291	
Judgments Against the School District	25,000	30,000	55,000	55,000	
Miscellaneous Expenditures	5,825	448	6,273	6,272	1
Board of Education Membership Dues & Fees	13,755	(4,337)	9,418	9,400	18
Total	462,699	29,868	492,567	491,957	610

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Support Services School Administration:					
Salaries of Principals/Ass't Principals/Program Directors	\$ 242,100	\$ 3,632	\$ 245,732	\$ 245,732	
Salaries of Secretarial & Clerical Assistants	137,965	(1,000)	136,965	136,965	
Other Salaries	5,000		5,000	5,000	
Other Purchased Services	2,250	3,150	5,400	5,384	\$ 16
Supplies & Materials	20,700	(2,928)	17,772	17,771	1
Other Objects	3,640	(1,586)	2,054	2,054	
Total	411,655	1,268	412,923	412,906	17
Central Services:					
Salaries	286,756	(1,946)	284,810	284,036	774
Purchased Professional Services	1,100	14,195	15,295	14,253	1,042
Purchased Technical Services	33,795	(8,000)	25,795	24,815	980
Miscellaneous Purchased Services	2,600	3,000	5,600	1,497	4,103
Supplies & Materials	14,608		14,608	12,510	2,098
Interest on Lease Purchase Agreements	33,489	(13,024)	20,465	17,109	3,356
Miscellaneous Expenditures	1,410		1,410	954	456
Total	373,758	(5,775)	367,983	355,174	12,809
Administrative Information Technology:					
Salaries	126,000		126,000	111,000	15,000
Other Purchased Services	3,200	(1,810)	1,390	1,352	38
Total	129,200	(1,810)	127,390	112,352	15,038
Required Maintenance for School Facilities:					
Salaries	185,259	8,462	193,721	193,720	1
Cleaning, Repair, & Maintenance Services	90,000	202,219	292,219	71,792	220,427
General Supplies	45,000	(5,431)	39,569	36,579	2,990
Other Objects	3,000	(3,000)			
Total	323,259	202,250	525,509	302,091	223,418
Custodial Services:					
Salaries	321,147	(23,062)	298,085	293,160	4,925
Purchased Professional and Technical Services	11,600	1,139	12,739	12,475	264
Cleaning, Repair, & Maintenance Services	50,800	1,500	52,300	49,884	2,416
Other Purchased Property Services		483	483	483	
Insurance	95,000		95,000	95,000	
Miscellaneous Purchased Services	3,080	10	3,090	1,770	1,320
General Supplies	50,000	65,950	115,950	61,248	54,702
Energy (Natural Gas)	1,000	(382)	618		
Energy (Electricity)	265,000	(67,737)	197,263	197,263	
Energy (Oil)	225,000	(38,814)	186,186	186,186	
Other Objects	1,050	-	1,050	412	638
Total	1,023,677	(60,913)	962,764	897,881	64,265
Care and Upkeep of Grounds:					
Salaries	122,102		122,102	103,922	18,180
Cleaning, Repair, & Maintenance Services	11,500	(100)	11,400	10,378	1,022
General Supplies	21,300		21,300	20,025	1,275
Total	154,902	(100)	154,802	134,325	19,455
Security:					
Purchased Professional and Technical Services	6,000	(345)	5,655	2,936	2,719
Cleaning, Repair, & Maintenance Services	4,000		4,000	2,300	1,700
General Supplies	6,402	(4,231)	2,171	1,933	238
Total	16,402	(4,576)	11,826	7,169	4,657

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Student Transportation Services:					
Contracted Services-Aid In Lieu of Payments- Nonpublic Schools	\$ 17,680	\$ (134)	\$ 17,546	\$ 17,048	\$ 498
Contracted Services-Aid In Lieu of Payments- School Choice		2,652	2,652	2,652	
Contracted Services (Other than Between Home & School)-Vendors	120,400	10,579	130,979	127,193	3,786
Contracted Services (Regular Students)- ESC'S & CTSA'S	705,063	70,971	776,034	776,034	
Contracted Services (Special Education Students)- ESC'S & CTSA'S	390,000	(40,685)	349,315	337,664	11,651
Total	1,233,143	43,383	1,276,526	1,260,591	15,935
Unallocated Benefits-Employee Benefits:					
Group Insurance		300	300	290	10
Social Security Contribution	230,000	19,568	249,568	249,568	
Other Retirement Contributions-PERS	250,000	(1,452)	248,548	225,396	23,152
Other Retirement Contributions-Regular	320	831	1,151	1,151	
Unemployment Compensation	10,000	(10,000)			
Workmen's Compensation	88,000	16,876	104,876	101,182	3,694
Health Benefits	2,502,488	(357,441)	2,145,047	1,999,702	145,345
Tuition Reimbursement	32,070	(6,404)	25,666	25,666	-
Other Employee Benefits	229,078	3,872	232,950	229,740	3,210
Total	3,341,956	(333,850)	3,008,106	2,832,695	175,411
On-Behalf TPAF Pension Contribution				358,664	(358,664)
On-Behalf TPAF Post Retirement Medical Benefits				569,381	(569,381)
Reimbursed TPAF Social Security Contribution				474,151	(474,151)
Total	-	-	-	1,402,196	(1,402,196)
Total Undistributed Expenditures	\$ 10,515,069	\$ 458,982	\$ 10,974,051	\$ 11,602,814	\$ (634,822)
TOTAL CURRENT	\$ 17,627,755	\$ 311,319	\$ 17,939,074	\$ 18,244,478	\$ (354,139)
CAPITAL OUTLAY					
Equipment:					
Grades 9-12		\$ 70,548	\$ 70,548	\$ 13,050	\$ 57,498
School-Sponsored/Other Instructional Programs		11,345	11,345	11,345	
Undistributed Expenditures:					
School Administration		5,474	5,474	5,473	1
Administrative Information Technology		14,800	14,800		14,800
Required Maintenance for School Facilities		26,314	26,314		26,314
Total	\$ -	128,481	128,481	29,868	98,613
Assets Acquired Under Capital Leases:					
Computer Supplies				181,852	(181,852)
Grades 9-12				5,647	(5,647)
Administrative Information Technology				7,100	(7,100)
Custodial Services				21,515	(21,515)
Care and Upkeep of Grounds				20,562	(20,562)
Total	-	-	-	236,676	(236,676)
Facilities Acquisition & Construction Services:					
Construction Services	79,139	(2,092)	77,047	77,047	
Lease Purchase Agreements-Principal	298,705	3,507	302,212	302,212	
Assessment for Debt Service on SDA Funding	26,981		26,981	26,981	
Total	404,825	1,415	406,240	406,240	-
TOTAL CAPITAL OUTLAY	\$ 404,825	\$ 129,896	\$ 534,721	\$ 672,784	\$ (138,063)
TOTAL EXPENDITURES	\$ 18,032,580	\$ 441,215	\$ 18,473,795	\$ 18,917,262	\$ (492,202)

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (426,140)	\$ (441,215)	\$ (867,355)	\$ 476,459	\$ 1,295,079
Other Financing Sources (Uses):					
Capital Leases (Non-Budgeted)				236,676	236,676
Transfers Out-Capital Reserve to Capital Projects		(362,303)	(362,303)	(362,303)	
Total Other Financing Sources (Uses)	-	(362,303)	(362,303)	(125,627)	236,676
Excess (Deficiency) of Revenues & Other Financing Sources Over (Under) Expenditures & Other Financing Uses	(426,140)	(803,518)	(1,229,658)	350,832	1,580,490
Fund Balances, July 1	1,930,765	-	1,930,765	1,930,765	-
Fund Balances, June 30	<u>\$ 1,504,625</u>	<u>\$ (803,518)</u>	<u>\$ 701,107</u>	<u>\$ 2,281,597</u>	<u>\$ 1,580,490</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Adjustment for Prior Year Encumbrances	\$ (126,340)		\$ (126,340)	\$ (126,340)	
Increase in Capital Reserve	200	\$ 200,843	201,043	201,043	
Withdrawal from Capital Reserve		(362,303)	(362,303)	(362,303)	
Increase in Maintenance Reserve		314,915	314,915	314,915	
Withdrawal from Maintenance Reserve		(170,836)	(170,836)	(170,836)	
Budgeted Fund Balance	(300,000)	(786,137)	(1,086,137)	494,353	\$ 1,580,490
TOTAL	<u>\$ (426,140)</u>	<u>\$ (803,518)</u>	<u>\$ (1,229,658)</u>	<u>\$ 350,832</u>	<u>\$ 1,580,490</u>

RECAPITULATION OF FUND BALANCE

Committed Fund Balance:	
Capital Reserve	\$ 274,316
Maintenance Reserve	337,188
Emergency Reserve	250,000
Assigned Fund Balance:	
Year-End Encumbrances	605,112
Designated for Subsequent Year's Budget	250,000
Unassigned Fund Balance	564,981
	<u>2,281,597</u>
Reconciliation to Governmental Statements (GAAP):	
Last State Aid Payment not Recognized on GAAP Basis	<u>(397,547)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$ 1,884,050</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(NOT APPLICABLE TO THIS REPORT)

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources	\$ 18,949		\$ 18,949	\$ 12,109	\$ (6,840)
Federal Sources	216,297		216,297	216,297	
TOTAL REVENUES	\$ 235,246	\$ -	\$ 235,246	\$ 228,406	\$ (6,840)
EXPENDITURES					
Instruction:					
Salaries	\$ 15,000		\$ 15,000	\$ 15,000	
Other Purchased Services	185,026		185,026	185,026	
General Supplies	12,525	\$ (7,358)	5,167	4,902	\$ 265
Totals	212,551	(7,358)	205,193	204,928	265
Support Services:					
Salaries					
Personal Services Employee Benefits	3,900	326	4,226	4,226	
Other Purchased Services	12,045		12,045	12,045	
Supplies & Materials	6,750		6,750	175	6,575
Total	22,695	326	23,021	16,446	6,575
Facility Acquisition & Construction Services:					
Instructional Equipment		7,032	7,032	7,032	
Total	-	7,032	7,032	7,032	-
TOTAL EXPENDITURES	\$ 235,246	\$ -	\$ 235,246	\$ 228,406	\$ 6,840

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION-PART II

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
BUDGETARY COMPARISON SCHEDULE

Explanation of differences between budgetary inflows and outflows
and GAAP revenues and expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<u>Sources/Inflows of Resources</u>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 19,393,721	\$ 228,406
Difference-Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized:		
Outstanding Encumbrances Current Year		(7,032)
Outstanding Encumbrances Prior Year		7,760
Donations of capital assets are not recognized for budgetary basis purposes but treated as revenues and additional expenditures for GAAP purposes	5,425	
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33):		
State Aid Receivable Prior Year	386,219	
State Aid Receivable Current Year	<u>(397,547)</u>	
Total Revenues (GAAP Basis)	<u>\$ 19,387,818</u>	<u>\$ 229,134</u>
<u>Uses/Outflows of Resources</u>		
Actual Amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 18,917,262	\$ 228,406
Donations of capital assets are not recognized for budgetary basis purposes but treated as revenues and additional expenditures for GAAP purposes	5,425	
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes		<u>728</u>
Total Expenditures (GAAP Basis)	<u>\$ 18,922,687</u>	<u>\$ 229,134</u>

REQUIRED SUPPLEMENTARY INFORMATION-PART III

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-TEACHER'S PENSION AND ANNUITY FUND
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District's Proportion of the Net Pension Liability (Asset)- Percentage		0.00%	0.00%							
District's Proportion of the Net Pension Liability (Asset)- Value	N/A	\$ -	\$ -	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's Proportionate Share of the Net Pension Liability (Asset) Associated With The District		33,668,700	31,465,093							
Total	\$ -	\$ 33,668,700	\$ 31,465,093	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Employee Payroll		\$ 6,394,597	\$ 6,215,188							
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	N/A	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		33.64%	33.76%							

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS-TEACHER'S PENSION AND ANNUITY FUND
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 358,664	\$ 266,495	\$ 402,287	\$ 206,303	\$ 20,332	\$ 22,659	\$ 21,805	\$ 487,347	N/A	N/A
Contributions in Relation to the Contractually Required Contribution	(358,664)	(266,495)	(402,287)	(206,303)	(20,332)	(22,659)	(21,805)	(487,347)		
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
District's Covered Employee Payroll	\$ 6,576,522	\$ 6,394,597	\$ 6,215,188	\$ 6,052,087	\$ 6,127,983	\$ 6,347,836	\$ 6,438,357	\$ 6,290,912	N/A	N/A
Contributions as a Percentage of Covered Employee Payroll	5.45%	4.17%	6.47%	3.41%	0.33%	0.36%	0.34%	7.75%	N/A	N/A

N/A = Not Available

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District's Proportion of the Net Pension Liability (Asset)- Percentage		0.0392986012%	0.0378352658%							
District's Proportion of the Net Pension Liability (Asset)- Value		\$ 7,357,773	\$ 7,231,071							
District's Covered Employee Payroll	N/A	2,714,262	2,629,152	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll		271.08%	275.03%							
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		52.08%	48.72%							

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS-PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 323,972	\$ 285,081	\$ 269,772	\$ 272,159	\$ 319,374	\$ 235,604	\$ 177,710	\$ 109,942	\$ 50,908	N/A
Contributions in Relation to the Contractually Required Contribution	(323,972)	(285,081)	(269,772)	(272,159)	(319,374)	(235,604)	(177,710)	(109,942)	(50,908)	
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
District's Covered Employee Payroll	\$ 3,013,303	\$ 2,714,262	\$ 2,629,152	\$ 2,493,555	\$ 2,394,104	\$ 2,393,807	\$ 2,648,346	\$ 2,474,164	\$ 2,026,018	N/A
Contributions as a Percentage of Covered Employee Payroll	10.75%	10.50%	10.26%	10.91%	13.34%	9.84%	6.71%	4.44%	2.51%	N/A

N/A = Not Available

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION-PART III

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION-PART III
(UNAUDITED)

JUNE 30, 2014 AND 2013

NOTE 1. SPECIAL FUNDING SITUATION-TPAF

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

OTHER SUPPLEMENTAL INFORMATION

SCHOOL LEVEL SCHEDULES

(NOT APPLICABLE TO THIS REPORT)

SPECIAL REVENUE FUND

DETAIL STATEMENTS

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

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

	NCLB Title I	NCLB Title II A	IDEA Basic	Local Grants	Totals
REVENUES					
Local Sources				\$ 12,109	\$ 12,109
Federal Sources	\$ 19,226	\$ 12,045	\$ 185,026		216,297
Total Revenues	<u>\$ 19,226</u>	<u>\$ 12,045</u>	<u>\$ 185,026</u>	<u>\$ 12,109</u>	<u>\$ 228,406</u>
EXPENDITURES					
Instruction:					
Salaries	\$ 15,000				\$ 15,000
Other Purchased Services			\$ 185,026		185,026
General Supplies				\$ 4,902	4,902
Total	<u>15,000</u>	<u>\$ -</u>	<u>185,026</u>	<u>4,902</u>	<u>204,928</u>
Support Services:					
Personal Services-Employee Benefits	4,226				4,226
Other Purchased Services		12,045			12,045
Suplies and Materials				175	175
Total	<u>4,226</u>	<u>12,045</u>	<u>-</u>	<u>175</u>	<u>16,446</u>
Facilities Acquisition & Construction Services:					
Instructional Equipment				7,032	7,032
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,032</u>	<u>7,032</u>
Total Expenditures	<u>\$ 19,226</u>	<u>\$ 12,045</u>	<u>\$ 185,026</u>	<u>\$ 12,109</u>	<u>\$ 228,406</u>

CAPITAL PROJECTS FUND

DETAIL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Description	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations 06/30/15
			Prior Years	Current Year	
Window Replacement Project	02/04/15	\$ 2,604,424		\$ 177,373	\$ 2,427,051
Potable Well Replacement Project	02/04/15	236,113		10,250	225,863
Public Announcement System Replacement Project		367,725		89,216	278,509
		<u>\$ 3,208,262</u>	<u>\$ -</u>	<u>\$ 276,839</u>	<u>\$ 2,931,423</u>

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

Revenues and Other Financing Sources:	
State Sources-SDA Grant	\$ 1,283,305
Local Sources:	
Lease Purchase Proceeds	1,562,654
Transfer In from Capital Reserve Account	362,303
Interest Earnings	92
Total Revenues	<u>3,208,354</u>
Expenditures and Other Financing Uses:	
Legal Services	11,960
Architectural Services	142,868
Other Purchased Services	2,104
Construction Services	99,089
Supplies & Materials	20,818
Total Expenditures	<u>276,839</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,931,515
Fund Balance-Beginning	<u>-</u>
Fund Balance-Ending	<u>\$ 2,931,515</u>
<u>Reconciliation of Financial Assistance Difference for GAAP Purposes</u>	
State Financial Assistance-Budgetary Basis (Schedule F-2)	\$ 1,283,305
Adjustment to GAAP Basis	<u>(1,172,570)</u>
State Financial Assistance-GAAP Basis (Schedule B-2)	<u>\$ 110,735</u>
<u>Reconciliation of Fund Balance Difference for GAAP Purposes</u>	
Fund Balance-Budgetary Basis (Schedule F-2)	\$ 2,931,515
Receivables from Other Governments-State:	
GAAP Basis (Schedule B-1)	110,735
Budgetary Basis (Schedule K-4)	<u>(1,283,305)</u>
Fund Balance-GAAP Basis (Schedule B-1)	<u>\$ 1,758,945</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS-BUDGETARY BASIS
WINDOW REPLACEMENT PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Sources-Lease Proceeds		\$ 1,562,654	\$ 1,562,654	\$ 1,562,654
State Sources-NJ SDA Grant		1,041,770	1,041,770	1,041,770
Total Revenues	\$ -	2,604,424	2,604,424	2,604,424
Expenditures and Other Financing Uses:				
Legal Services		11,960	11,960	11,960
Architectural Services		142,868	142,868	144,375
Construction Services				2,425,544
Other Purchased Services		1,727	1,727	1,727
Supplies and Materials		20,818	20,818	20,818
Total Expenditures	-	177,373	177,373	2,604,424
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 2,427,051	\$ 2,427,051	\$ -

Additional Project Information

Project Number	1050-040-14-1002
Grant Date	2/4/2015
Bond Authorized Date	N/A
Bonds Authorized	\$ -
Bonds Issued	\$ -
Original Authorized Cost	\$ 2,604,424
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 2,604,424
Percentage Complete	7%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS-BUDGETARY BASIS
POTABLE WELL REPLACEMENT PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Sources-Capital Reserve Funds		\$ 141,668	\$ 141,668	\$ 141,668
State Sources-NJ SDA Grant		94,445	94,445	94,445
Total Revenues	\$ -	236,113	236,113	236,113
Expenditures and Other Financing Uses:				
Architectural Services				12,995
Construction Services		10,250	10,250	220,024
Other Purchased Services				3,094
Total Expenditures	-	10,250	10,250	236,113
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 225,863	\$ 225,863	\$ -

Additional Project Information

Project Number	1050-040-14-1005
Grant Date	2/4/2015
Bond Authorized Date	N/A
Bonds Authorized	\$ -
Bonds Issued	\$ -
Original Authorized Cost	\$ 236,113
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 236,113
Percentage Complete	4%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS-BUDGETARY BASIS
PUBLIC ANNOUNCEMENT SYSTEM REPLACEMENT PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Sources-Capital Reserve Funds		\$ 220,635	\$ 220,635	\$ 220,635
State Sources-NJ SDA Grant		147,090	147,090	147,090
Total Revenues	\$ -	367,725	367,725	367,725
Expenditures and Other Financing Uses:				
Architectural Services				21,420
Construction Services		88,839	88,839	341,205
Other Purchased Services		377	377	5,100
Total Expenditures	-	89,216	89,216	367,725
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 278,509	\$ 278,509	\$ -

Additional Project Information

Project Number	1050-040-14-1007
Grant Date	4/17/2015
Bond Authorized Date	N/A
Bonds Authorized	\$ -
Bonds Issued	\$ -
Original Authorized Cost	\$ 367,725
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 367,725
Percentage Complete	24%

PROPRIETARY FUND

DETAIL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 COMBINING STATEMENT OF FUND NET POSITION
 ENTERPRISE FUNDS
 JUNE 30, 2015

	Food Service Fund	Transportation Service Fund	Technology Service Fund	Total
ASSETS				
Current Assets:				
Cash & Cash Equivalents	\$ 32,400	\$ 862,845	\$ 15,001	\$ 910,246
Receivables from Other Governments:				
State	182			182
Federal	2,212			2,212
Local		237,353		237,353
Inventory	4,901			4,901
Total Current Assets	<u>39,695</u>	<u>1,100,198</u>	<u>15,001</u>	<u>1,154,894</u>
Noncurrent Assets:				
Capital Assets	257,078	4,389,777		4,646,855
Less: Accumulated Depreciation	180,877	2,993,317		3,174,194
Total Noncurrent Assets	<u>76,201</u>	<u>1,396,460</u>	<u>-</u>	<u>1,472,661</u>
Total Assets	<u>115,896</u>	<u>2,496,658</u>	<u>15,001</u>	<u>2,627,555</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable		1,452		1,452
Deferred Revenues	6,987			6,987
Total Current Liabilities	<u>6,987</u>	<u>1,452</u>	<u>-</u>	<u>8,439</u>
Long-Term Liabilities:				
Capital Leases-Due Within One Year		229,292		229,292
Capital Leases-Due Beyond One Year		653,381		653,381
Total Long-Term Liabilities	<u>-</u>	<u>882,673</u>	<u>-</u>	<u>882,673</u>
Total Liabilities	<u>6,987</u>	<u>884,125</u>	<u>-</u>	<u>891,112</u>
NET POSITION				
Net Investment in Capital Assets	76,201	513,787		589,988
Unrestricted	32,708	1,098,746	15,001	1,146,455
TOTAL NET POSITION	<u>\$ 108,909</u>	<u>\$ 1,612,533</u>	<u>\$ 15,001</u>	<u>\$ 1,736,443</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Service Fund	Technology Service Fund	Total
Operating Revenues:				
Charges for Services:				
Daily Sales-Reimbursable Programs	\$ 142,740			\$ 142,740
Daily Sales-Nonreimbursable Programs	192,399			192,399
Transportation Fees		\$ 3,682,898		3,682,898
Technology Fees			\$ 265,847	265,847
Total Operating Revenues	<u>335,139</u>	<u>3,682,898</u>	<u>265,847</u>	<u>4,283,884</u>
Operating Expenses:				
Costs of Sales-Reimbursable Programs	92,852			92,852
Costs of Sales-Nonreimbursable Programs	101,617			101,617
Salaries	133,785	1,875,641	187,685	2,197,111
Employee Benefits	27,129	388,071	78,836	494,036
Purchased Professional/Technical Services		35,072		35,072
Purchased Property Services	5,588	58,316		63,904
Rental/Lease Payments for Vehicles		158,339		158,339
Contracted Services-Transportation		175,440		175,440
Insurance	2,217	39,011		41,228
Management Fee	8,924	7,076		16,000
Other Purchased Services	3,055	15,045	234	18,334
General Supplies	11,722	6,999		18,721
Transportation Supplies		181,472		181,472
Energy (Natural Gas)		5,862		5,862
Energy (Gasoline)		303,964		303,964
Depreciation	13,851	220,680		234,531
Miscellaneous	1,871			1,871
Total Operating Expenses	<u>402,611</u>	<u>3,470,988</u>	<u>266,755</u>	<u>4,140,354</u>
Operating Income (Loss)	<u>(67,472)</u>	<u>211,910</u>	<u>(908)</u>	<u>143,530</u>
Non-operating Revenues (Expenses):				
State Sources:				
State School Lunch Program	2,143			2,143
Federal Sources:				
National School Lunch Program:				
Cash Assistance	37,844			37,844
Non-Cash Assistance (Commodities)	17,462			17,462
Interest Income	126			126
Miscellaneous		1,385		1,385
Refund of Prior Year Federal/State Aid	(731)			(731)
Total Non-operating Revenues (Expenses)	<u>56,844</u>	<u>1,385</u>	<u>-</u>	<u>58,229</u>
Other Financing Sources (Uses):				
Gain (Loss) on Disposal of Assets		2,012		2,012
Total Other Financing Sources (Uses)	<u>-</u>	<u>2,012</u>	<u>-</u>	<u>2,012</u>
Change in Net Position	(10,628)	215,307	(908)	203,771
Total Net Position, Beginning	<u>119,537</u>	<u>1,397,226</u>	<u>15,909</u>	<u>1,532,672</u>
Total Net Position, Ending	<u>\$ 108,909</u>	<u>\$ 1,612,533</u>	<u>\$ 15,001</u>	<u>\$ 1,736,443</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Service Fund	Technology Service Fund	Total
Cash Flows from Operating Activities:				
Receipts from Services Provided (Net)	\$ 336,176	\$ 3,781,435	\$ 265,847	\$ 4,383,458
Payments to Employees (Net)	(22,570)	(1,875,641)	(187,685)	(2,085,896)
Payments for Employee Benefits	(1,727)	(388,071)	(78,836)	(468,634)
Payments to Food Service Mgmt Co	(330,575)			(330,575)
Payments to Vendors (Net)	(16,151)	(985,319)	(234)	(1,001,704)
Net Cash Provided by (Used For)				
Operating Activities	(34,847)	532,404	(908)	496,649
Cash Flows from Noncapital				
Financing Activities:				
State Sources	2,205			2,205
Federal Sources	37,804			37,804
Refund of Prior Year Federal/State Aid	(731)			
Miscellaneous		1,385		1,385
Net Cash Provided by (Used For)				
Noncapital Financing Activities	39,278	1,385	-	41,394
Cash Flows from Investing Activities:				
Interest Income	126	-	-	126
Cash Flows from Capital Financing Activities:				
Proceeds from Equipment Disposal		2,012		2,012
Proceeds from Leases		708,717		708,717
Payment of Capital Leases		(84,490)		(84,490)
Acquisition of Equipment		(784,107)		(784,107)
Net Cash Provided by (Used For) Capital				
Financing Activities	-	(157,868)	-	(157,868)
Net Increase (Decrease) in Cash				
and Cash Equivalents	4,557	375,921	(908)	380,301
Cash and Cash Equivalents, Beginning	27,843	486,924	15,909	530,676
Cash and Cash Equivalents, Ending	\$ 32,400	\$ 862,845	\$ 15,001	\$ 910,977
Reconciliation of Operating Income				
(Loss) to Net Cash Provided by				
(Used for) Operating Activities:				
Operating Income (Loss)	\$ (67,472)	\$ 211,910	\$ (908)	\$ 143,530
Adjustments to Reconcile Operating				
Income (Loss) to Net Cash Provided				
by (Used for) Operating Activities:				
Depreciation	13,851	220,680		234,531
Federal Food Donation Program	17,462			17,462
(Increase) Decrease in Inventory	(100)			(100)
(Increase) Decrease in Accounts Receivable		98,537		98,537
Increase (Decrease) in Accounts Payable		1,277		1,277
Increase (Decrease) in Deferred Revenue	1,412			1,412
Net Cash Provided by (Used For)				
Operating Activities	\$ (34,847)	\$ 532,404	\$ (908)	\$ 496,649

FIDUCIARY FUND

DETAIL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY FUND NET POSITION
 JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Student Activity Agency Fund	Payroll Agency Fund	Total
ASSETS					
Cash & Cash Equivalents	\$ 148,347	\$ 41,437	\$ 106,753	\$ 224,935	\$ 521,472
Total Assets	<u>148,347</u>	<u>41,437</u>	<u>106,753</u>	<u>224,935</u>	<u>521,472</u>
LIABILITIES					
Due to Other Funds				5,000	5,000
Accounts Payable	3,850				3,850
Due to Student Groups			106,753		106,753
Payroll Deductions & Withholdings				219,935	219,935
Total Liabilities	<u>3,850</u>	<u>-</u>	<u>106,753</u>	<u>224,935</u>	<u>335,538</u>
NET POSITION					
Held in Trust for Unemployment Claims	144,497				144,497
Reserved for Scholarships		41,437			41,437
Total Net Position	<u>\$ 144,497</u>	<u>\$ 41,437</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 185,934</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Totals
ADDITIONS			
Contributions:			
Employees	\$ 20,407		\$ 20,407
Other		\$ 4,460	4,460
Investment Earnings:			
Interest	348		348
Total Additions	<u>20,755</u>	<u>4,460</u>	<u>25,215</u>
DEDUCTIONS			
Unemployment Claims	21,362		21,362
Scholarships Awarded		5,775	5,775
Total Deductions	<u>21,362</u>	<u>5,775</u>	<u>27,137</u>
Change in Net Position	(607)	(1,315)	(1,922)
Net Position, Beginning of the Year	<u>145,104</u>	<u>42,752</u>	<u>187,856</u>
Net Position, End of the Year	<u>\$ 144,497</u>	<u>\$ 41,437</u>	<u>\$ 185,934</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Balance 06/30/14	Additions	Deletions	Balance 06/30/15
ASSETS				
Cash & Cash Equivalents	\$ 110,676	\$ 222,682	\$ 226,605	\$ 106,753
TOTAL ASSETS	<u>\$ 110,676</u>	<u>\$ 222,682</u>	<u>\$ 226,605</u>	<u>\$ 106,753</u>
LIABILITIES				
Due to Student Groups:				
Student Activities	\$ 105,402	\$ 164,049	\$ 165,984	\$ 103,467
Athletic Activities	5,274	58,633	60,621	3,286
TOTAL LIABILITIES	<u>\$ 110,676</u>	<u>\$ 222,682</u>	<u>\$ 226,605</u>	<u>\$ 106,753</u>

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

	Balance 06/30/14	Additions	Deletions	Balance 06/30/15
ASSETS				
Cash & Cash Equivalents	\$ 169,851	\$ 13,461,391	\$ 13,406,307	\$ 224,935
TOTAL ASSETS	\$ 169,851	\$ 13,461,391	\$ 13,406,307	\$ 224,935
LIABILITIES				
Due to Other Funds	\$ 5,000	\$ 20,407	\$ 20,407	\$ 5,000
Payroll Deductions & Withholdings:				
Net Payroll	259	\$ 7,361,743	7,362,004	(2)
Payroll Agency	164,592	6,079,241	6,023,896	219,937
TOTAL LIABILITIES	\$ 169,851	\$ 13,461,391	\$ 13,406,307	\$ 224,935

LONG-TERM DEBT SCHEDULES

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF SERIAL BONDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance 06/30/14	Issued	Retired	Balance 06/30/15
			Date	Amount					
Refunding of Outstanding 2003 School Bonds	04/17/12	\$ 3,075,000	01/15/16	\$ 505,000	3.00%				
			01/15/17	520,000					
			01/15/18	535,000	4.00%				
			01/15/19	530,000					
								\$ 2,580,000	
					<u>\$ 2,580,000</u>	<u>\$ -</u>	<u>\$ 490,000</u>	<u>\$ 2,090,000</u>	

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
TRANSPORTATION SERVICE ENTERPRISE FUND
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2015

	Interest Rate	Amount of Original Issue	Balance 06/30/14	Issued Current Year	Retired Current Year	Balance 06/30/15
Six 54-Passenger Buses	1.95%	\$ 492,609	\$ 258,446		\$ 84,490	\$ 173,956
Eight Thomas 54-Passenger Buses	1.658%	708,717		\$ 708,717		708,717
			<u>\$ 258,446</u>	<u>\$ 708,717</u>	<u>\$ 84,490</u>	<u>\$ 882,673</u>

TRANSPORTATION SERVICE ENTERPRISE FUND
LONG-TERM DEBT
GENERAL FUND
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2015

	Interest Rate	Amount of Original Issue	Balance 06/30/14	Issued Current Year	Retired Current Year	Balance 06/30/15
260 Ipad Airs & Network Trafficking Device	1.90%	\$ 189,277	\$ 189,277		\$ 94,648	\$ 94,629
260 Ipad Airs, Maintenance Equipment, Etc	1.482%	236,776		\$ 236,676		236,676
Window Replacement Project	1.554%	1,562,654		1,562,654	302,212	1,260,442
			<u>\$ 189,277</u>	<u>\$ 1,799,330</u>	<u>\$ 396,860</u>	<u>\$ 1,591,747</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 DEBT SERVICE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	\$ 578,050		\$ 578,050	\$ 578,050	
Total Revenues	<u>578,050</u>	<u>\$ -</u>	<u>578,050</u>	<u>578,050</u>	<u>\$ -</u>
EXPENDITURES					
Regular Debt Service:					
Interest on Bonds	88,050		88,050	88,050	
Redemption of Principal	490,000		490,000	490,000	
Total Expenditures	<u>578,050</u>	<u>-</u>	<u>578,050</u>	<u>578,050</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures:					
Budgeted Fund Balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

STATISTICAL SECTION

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATISTICAL SECTION J SERIES

CONTENTS	PAGE
FINANCIAL TRENDS	
These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.	J-1 to J-6
REVENUE CAPACITY	
These schedules contain trend information to help the reader assess the District's most significant local revenue sources, the property tax.	J-7 to J-28
DEBT CAPACITY	
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-29 to J-36
DEMOGRAPHIC AND ECONOMIC INFORMATION	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	J-37 to J-38
OPERATING INFORMATION	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	J-39 to J-43

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports (CAFR) for the relevant year.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GOVERNMENT ACTIVITIES										
Net Investment in Capital Assets	\$ 7,467,414	\$ 7,410,446	\$ 7,515,354	\$ 8,099,215	\$ 7,870,924	\$ 8,112,333	\$ 8,326,584	\$ 9,145,599	\$ 9,901,929	\$ 10,166,481
Restricted	675,012	342,260	414,767	409,822	1,180,548	1,018,760	1,079,940	1,233,893	878,685	1,537,380
Unrestricted	(656,172)	(242,311)	344,121	(454,258)	(807,965)	(534,523)	(543,071)	(256,564)	(7,386,948)	(7,309,447)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 7,486,254	\$ 7,510,395	\$ 8,274,242	\$ 8,054,779	\$ 8,243,507	\$ 8,596,570	\$ 8,863,453	\$ 10,122,928	\$ 3,393,666	\$ 4,394,414
BUSINESS-TYPE ACTIVITIES										
Net Investment in Capital Assets	\$ 110,810	\$ 1,748,569	\$ 1,575,731	\$ 1,448,001	\$ 1,216,045	\$ 994,299	\$ 829,289	\$ 763,643	\$ 664,639	\$ 589,988
Restricted	86,449									
Unrestricted	322,622	226,774	362,644	505,995	546,074	627,333	780,935	719,834	868,033	1,146,455
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 519,881	\$ 1,975,343	\$ 1,938,375	\$ 1,953,996	\$ 1,762,119	\$ 1,621,632	\$ 1,610,224	\$ 1,483,477	\$ 1,532,672	\$ 1,736,443
DISTRICT-WIDE										
Net Investment in Capital Assets	\$ 7,578,224	\$ 9,159,015	\$ 9,091,085	\$ 9,547,216	\$ 9,086,969	\$ 9,106,632	\$ 9,155,873	\$ 9,909,242	\$ 10,566,568	\$ 10,756,469
Restricted	761,461	342,260	414,767	409,822	1,180,548	1,018,760	1,079,940	1,233,893	878,685	1,537,380
Unrestricted	(333,550)	(15,537)	706,765	51,737	(261,891)	92,810	237,864	463,270	(6,518,915)	(6,162,992)
TOTAL DISTRICT-WIDE	\$ 8,006,135	\$ 9,485,738	\$ 10,212,617	\$ 10,008,775	\$ 10,005,626	\$ 10,218,202	\$ 10,473,677	\$ 11,606,405	\$ 4,926,338	\$ 6,130,857

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
EXPENSES										
Governmental Activities:										
Instruction:										
Regular	\$ 6,233,389	\$ 6,780,613	\$ 6,123,448	\$ 6,577,636	\$ 6,806,737	\$ 5,921,348	\$ 6,567,284	\$ 6,562,855	\$ 6,783,272	\$ 7,994,360
Special Education	1,231,620	1,039,752	1,539,537	1,624,178	2,019,811	1,991,378	1,996,335	1,911,556	1,544,142	1,521,071
Other Special Education	70,123	419,015	117,212	80,560	107,967	93,999	17,721	3,557	28,475	24,997
Other Instruction	950,336	1,209,911	1,275,918	1,351,133	1,345,429	1,406,839	1,327,057	1,330,447	1,414,072	1,441,785
Support Services:										
Tuition	818,795	972,416	1,032,040	1,031,523	909,236	864,066	1,020,360	1,061,429	940,653	1,094,071
Student & Instruction Related Services	1,836,939	1,920,718	2,489,857	2,435,152	2,541,581	2,589,517	2,801,731	2,849,424	3,570,980	4,143,236
General & Business Administrative Services	889,437	880,731	996,228	1,016,561	1,150,911	1,157,946	1,174,587	1,164,906	1,191,594	1,349,198
School Administration	588,060	666,853	529,411	514,981	582,320	532,398	537,653	599,512	599,975	670,034
Plant Operations & Maintenance	1,726,611	1,880,252	1,717,260	1,713,875	1,616,202	1,641,870	1,654,596	1,744,118	1,917,835	1,659,974
Pupil Transportation	972,369	1,083,017	1,280,005	1,484,905	1,188,704	1,080,191	1,166,677	1,218,965	1,216,043	1,267,740
Interest on Long Term Debt	53,665	106,024	197,316	183,150	169,723	189,607	127,930	133,563	123,357	130,697
Unallocated Depreciation	175,090	243,208								
Total Governmental Activities Expenses	15,546,434	17,202,510	17,298,232	18,013,654	18,438,621	17,469,159	18,391,931	18,580,332	19,330,398	21,297,163
Business-Type Activities:										
Food Services	286,688	312,198	384,704	413,719	324,654	355,819	380,362	435,304	452,199	402,611
Transportation	849,286	1,830,070	2,665,156	2,654,001	2,650,246	2,777,759	2,842,781	2,955,585	3,054,696	3,470,988
Information Technology							33,570	139,281	160,574	266,755
Total Business-Type Activities	1,135,974	2,142,268	3,049,860	3,067,720	2,974,900	3,133,578	3,256,713	3,530,170	3,667,469	4,140,354
TOTAL DISTRICT EXPENSES	\$ 16,682,408	\$ 19,344,778	\$ 20,348,092	\$ 21,081,374	\$ 21,413,521	\$ 20,602,737	\$ 21,648,644	\$ 22,110,502	\$ 22,997,867	\$ 25,437,517

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
PROGRAM REVENUES										
Governmental Activities:										
Charges for Services:										
Regular Instruction			\$ 22,432	\$ 19,490	\$ 13,253	\$ 11,222	\$ 57,945	\$ 75,013	\$ 100,383	\$ 140,534
Special Education Instruction						32,083	57,070	60,382	61,791	174,503
Other Instruction			2,776		7,255	16,085	13,349	11,053	670	
Student & Instructional Related Services			2,286	3,418		43,700	60,680	17,424	32,742	29,709
General & Business Administration Services				638	1,502	1,960	15,736	17,164	23,810	3,612
School Administration Services							155			
Plant Operations & Maintenance			61,924	16,187	18,500	5,860	8,378	10,330	6,558	11,300
Pupil Transportation			4,344		1,202	350	4,071	1,090		6,842
Operating Grants & Contributions	\$ 2,226,585	\$ 2,632,756	232,660	258,297	507,226	525,359	356,282	227,873	214,024	229,134
Capital Grants & Contributions										110,735
Total Governmental Activities Program Revenues	<u>2,226,585</u>	<u>2,632,756</u>	<u>326,422</u>	<u>298,030</u>	<u>548,938</u>	<u>636,619</u>	<u>573,666</u>	<u>420,329</u>	<u>439,978</u>	<u>706,369</u>
Business-Type Activities:										
Charges for Services:										
Food Service	263,397	283,412	329,418	302,877	328,379	318,602	319,010	344,117	339,217	335,139
Transportation	893,868	1,619,009	2,644,070	2,675,802	2,438,329	2,593,507	2,846,131	2,862,260	3,134,672	3,682,898
Information Technology							33,570	139,281	176,483	265,847
Operating Grants & Contributions		30,580	34,404	34,102	39,057	39,158	43,901	46,872	57,465	57,449
Total Business-Type Activities	<u>1,157,265</u>	<u>1,933,001</u>	<u>3,007,892</u>	<u>3,012,781</u>	<u>2,805,765</u>	<u>2,951,267</u>	<u>3,242,612</u>	<u>3,392,530</u>	<u>3,707,837</u>	<u>4,341,333</u>
TOTAL DISTRICT PROGRAM REVENUES	<u>\$ 3,383,850</u>	<u>\$ 4,565,757</u>	<u>\$ 3,334,314</u>	<u>\$ 3,310,811</u>	<u>\$ 3,354,703</u>	<u>\$ 3,587,886</u>	<u>\$ 3,816,278</u>	<u>\$ 3,812,859</u>	<u>\$ 4,147,815</u>	<u>\$ 5,047,702</u>
NET (EXPENSES) REVENUES										
Governmental Activities	\$ (13,319,849)	\$ (14,569,754)	\$ (16,971,810)	\$ (17,715,624)	\$ (17,889,683)	\$ (16,832,540)	\$ (17,818,265)	\$ (18,160,003)	\$ (18,890,420)	\$ (20,590,794)
Business-Type Activities	21,291	(209,267)	(41,968)	(54,939)	(169,135)	(182,311)	(14,101)	(137,640)	40,368	200,979
TOTAL DISTRICT NET EXPENSES	<u>\$ (13,298,558)</u>	<u>\$ (14,779,021)</u>	<u>\$ (17,013,778)</u>	<u>\$ (17,770,563)</u>	<u>\$ (18,058,818)</u>	<u>\$ (17,014,851)</u>	<u>\$ (17,832,366)</u>	<u>\$ (18,297,643)</u>	<u>\$ (18,850,052)</u>	<u>\$ (20,389,815)</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GENERAL REVENUES, SPECIAL ITEMS AND TRANSFERS										
Governmental Activities:										
Property Taxes Levied for General Purposes	\$ 9,993,982	\$ 10,974,948	\$ 11,565,442	\$ 11,774,649	\$ 12,339,722	\$ 12,658,311	\$ 12,636,477	\$ 12,889,207	\$ 13,134,122	\$ 13,525,820
Property Taxes Levied for Debt Service	558,418	584,115	586,905	589,200	591,000	162,305	553,693	593,430	555,964	578,050
Unrestricted Grants & Contributions	5,302,355	3,483,358	5,420,415	5,042,621	5,192,310	4,551,441	5,084,389	5,415,942	5,406,445	7,415,191
Investment Earnings	39,164	15,461	114,611	43,642	18,339	13,662	3,879	3,908	3,504	9,677
Miscellaneous Income	166,343	194,610	48,284	20,662	26,811	152,531	31,311	134,520	59,847	63,164
Transfers Out	(31,859)	(30,650)		(6,752)	(90,000)	(350,052)	(100,000)	(114,463)		
Special Item-Payment to Bond Agent										
Special Item-Adjustment to Capital Asset Appraisal Report	1,696,502	1,514,099								
Special Item-Insurance Proceeds for Storm Damage								489,480		
Special Item-Gain (Loss) on Sale, Trade-in or Disposal of Capital Assets					229	(2,595)	(10,138)	(13,650)	(52,734)	(360)
Total Governmental Activities	<u>17,724,905</u>	<u>16,735,941</u>	<u>17,735,657</u>	<u>17,464,022</u>	<u>18,078,411</u>	<u>17,185,603</u>	<u>18,085,148</u>	<u>19,512,837</u>	<u>19,107,148</u>	<u>21,591,542</u>
Business-Type Activities:										
Investment Earnings										126
Miscellaneous Income						24	62	1,773	4,515	1,385
Transfers In (Out)	31,859	30,650			(20,929)					
Special Item-Prior Year Accounts Payable Canceled			5,000							(731)
Special Item-Prior Year's Revenue Refunded										
Special Item-Gain (Loss) on Deletion of Assets				2,100	(1,813)	41,800	2,631	9,120	4,312	2,012
Special Item-Adjustment to Capital Asset Appraisal Report	84,174									
Total Business-Type Activities	<u>116,033</u>	<u>30,650</u>	<u>5,000</u>	<u>2,100</u>	<u>(22,742)</u>	<u>41,824</u>	<u>2,693</u>	<u>10,893</u>	<u>8,827</u>	<u>2,792</u>
TOTAL DISTRICT GENERAL REVENUES, SPECIAL ITEMS AND TRANSFERS	<u>\$ 17,840,938</u>	<u>\$ 16,766,591</u>	<u>\$ 17,740,657</u>	<u>\$ 17,466,122</u>	<u>\$ 18,055,669</u>	<u>\$ 17,227,427</u>	<u>\$ 18,087,841</u>	<u>\$ 19,523,730</u>	<u>\$ 19,115,975</u>	<u>\$ 21,594,334</u>
CHANGE IN NET POSITION										
Governmental Activities	\$ 4,405,056	\$ 2,166,187	\$ 763,847	\$ (251,602)	\$ 188,728	\$ 353,063	\$ 266,883	\$ 1,352,834	\$ 216,728	\$ 1,000,748
Business-Type Activities	137,324	(178,617)	(36,968)	(52,839)	(191,877)	(140,487)	(11,408)	(126,747)	49,195	203,771
TOTAL DISTRICT CHANGE IN NET POSITION	<u>\$ 4,542,380</u>	<u>\$ 1,987,570</u>	<u>\$ 726,879</u>	<u>\$ (304,441)</u>	<u>\$ (3,149)</u>	<u>\$ 212,576</u>	<u>\$ 255,475</u>	<u>\$ 1,226,087</u>	<u>\$ 265,923</u>	<u>\$ 1,204,519</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund:										
Restricted	\$ 204,214	\$ 256,402	\$ 278,624	\$ 123,471			\$ 61,573	\$ 61,573	\$ 878,685	
Committed	175,049	185,413	266,901	261,956	\$ 738,130	\$ 979,338	1,079,940	1,212,557	426,340	\$ 861,504
Assigned		73,988	472,069	83,886	157,619	275,460	415,447	611,669	239,521	855,112
Unassigned	127,180	156,431	141,962	(108,657)	(98,936)	43,618	16,407	79,342		167,434
Total General Fund	<u>\$ 506,443</u>	<u>\$ 672,234</u>	<u>\$ 1,159,556</u>	<u>\$ 360,656</u>	<u>\$ 796,813</u>	<u>\$ 1,298,416</u>	<u>\$ 1,573,367</u>	<u>\$ 1,965,141</u>	<u>\$ 1,544,546</u>	<u>\$ 1,884,050</u>
All Other Governmental Funds:										
Restricted, Reported in:										
Capital Projects Fund	\$ 295,749	\$ 497,934	\$ 469,422	\$ 469,422	\$ 39,422					\$ 1,758,945
Assigned, Reported in:										
Debt Service Fund	(19)				430,000	\$ 39,422		\$ 21,336		
Total All Other Governmental Funds	<u>\$ 295,730</u>	<u>\$ 497,934</u>	<u>\$ 469,422</u>	<u>\$ 469,422</u>	<u>\$ 469,422</u>	<u>\$ 39,422</u>	<u>\$ -</u>	<u>\$ 21,336</u>	<u>\$ -</u>	<u>\$ 1,758,945</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues:										
Tax Levy	\$ 10,552,400	\$ 11,559,063	\$ 12,152,347	\$ 12,363,849	\$ 12,930,722	\$ 12,820,616	\$ 13,190,170	\$ 13,482,637	\$ 13,690,086	\$ 14,103,870
Tuition Charges	13,650		19,125	16,779	5,910	32,083	36,100	33,380	61,791	187,493
Transportation			4,122							
Interest Earnings	124,421	160,122	114,611	43,642	18,339	13,662	3,879	3,908	3,504	9,677
Local Contributions								88,617	6,085	16,667
Miscellaneous	67,436	49,949	85,970	32,789	39,637	234,645	31,123	71,949	56,456	55,996
State Sources	4,819,462	5,302,945	5,420,415	5,042,621	4,609,802	4,551,441	4,936,247	5,415,942	5,406,445	5,603,499
State Sources-Capital Projects	2,471,754	602,491								110,735
Federal Sources	208,542	210,678	232,660	249,372	1,083,960	474,221	500,523	209,843	210,339	217,892
Total Revenues	18,257,665	17,885,248	18,029,250	17,749,052	18,688,370	18,126,668	18,698,042	19,306,276	19,434,706	20,305,829
Expenditures:										
Instruction:										
Regular Instruction	4,528,593	4,728,433	4,523,475	4,797,391	4,864,422	4,181,001	4,502,117	4,595,524	4,736,072	4,932,664
Special Education Instruction	898,446	981,866	1,131,213	1,169,436	1,340,851	1,301,265	1,324,608	1,300,227	1,039,553	876,297
Other Special Instruction	52,831	55,804	55,270	54,368	57,124	56,642	1,202	1,232	7,800	5,000
School Sponsored/Other Instructional	773,919	919,147	950,464	979,914	967,303	974,219	909,491	936,167	993,760	1,009,555
Support Services:										
Tuition	818,795	972,416	854,155	846,625	726,403	676,314	827,038	874,973	760,449	909,045
Student & Inst Related Services	1,397,993	1,426,458	1,764,487	1,789,464	1,731,990	1,678,011	1,807,074	1,986,978	2,440,575	2,484,432
General Administration	417,102	399,572	475,723	489,489	439,976	423,540	491,409	497,262	498,010	491,957
School Administration Services	380,485	410,291	421,487	378,140	404,820	382,939	372,540	417,994	414,962	412,906
Central Services	325,957	315,485	276,230	250,605	317,615	300,959	308,711	323,212	353,988	355,174
Administrative Information Technology			33,419	54,830	114,343	133,569	49,241	57,106	63,656	112,352
Plant Operations & Maintenance	1,515,096	1,635,004	1,518,779	1,474,730	1,359,046	1,368,422	1,373,582	1,467,139	1,619,068	1,341,466
Pupil Transportation	663,752	820,972	1,326,312	1,492,902	1,118,302	1,068,736	1,161,492	1,212,426	1,216,358	1,260,591
Employee Benefits	2,063,878	2,111,442	1,842,507	2,397,139	2,592,791	2,851,246	3,000,071	2,755,128	3,036,763	2,832,695
On-Behalf TPAF Pension & Social Security Contributions	957,825	1,403,712	1,427,202	926,084	933,278	906,187	1,077,768	1,316,846	1,178,883	1,402,196
Capital Outlay	144,069	110,902	121,640	592,586	98,485	250,493	189,844	813,484	887,712	167,164
Special Revenue Funds	212,542	210,678	232,660	258,297	507,226	525,359	356,282	227,873	214,024	229,134
Capital Projects Fund	4,506,136	400,306	28,512				72,356			276,839
Debt Service:										
Principal	355,000	370,000	385,000	400,000	415,000	430,000	445,000	480,000	475,000	792,212
Interest & Other Charges	225,475	214,115	201,905	189,200	176,000	196,111	167,775	119,075	129,281	115,031
Total Expenditures	20,237,894	17,486,603	17,570,440	18,541,200	18,164,975	17,705,013	18,437,601	19,382,646	20,065,914	20,006,710
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	(1,980,229)	398,645	458,810	(792,148)	523,395	421,655	260,441	(76,370)	(631,208)	299,119
Other Financing Sources (Uses):										
Proceeds from Bond Issue										
Proceeds from Refunding Bond Issue							3,075,000			
Proceeds for Capital Lease									189,277	1,799,330
Premium on Refunding Bond Issue							245,819			
Payment to Refunding Bond Agent							(3,248,463)			
Proceeds from Sale of Capital Assets					2,762		2,732			
Insurance Claim Proceeds for Flood Damage								489,480		
Transfers In (Out)	(31,859)	(30,650)		(6,752)	(90,000)	(350,052)	(100,000)			
Total Other Financing Sources (Uses)	(31,859)	(30,650)	-	(6,752)	(87,238)	(350,052)	(24,912)	489,480	189,277	1,799,330
Net Change in Fund Balances	\$ (2,012,088)	\$ 367,995	\$ 458,810	\$ (798,900)	\$ 436,157	\$ 71,603	\$ 235,529	\$ 413,110	\$ (441,931)	\$ 2,098,449
Debt Service as a Percentage of Non-capital Expenditures	3.87%	3.56%	3.49%	3.39%	3.38%	3.73%	3.50%	3.34%	3.26%	4.88%

Source: District Records

NOTE: Non-capital expenditures are total expenditures less capital outlay, capital projects fund, and debt service.
 Central Service and Administrative Information Technology account classifications were added beginning with year-end June 3
 Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 LOCAL TAX LEVY BY CONSTITUENT DISTRICT
 LAST EIGHT FISCAL YEARS

Fiscal Year	Township of Alexandria	Borough of Frenchtown	Township of Holland	Township of Kingwood	Borough of Milford	Totals
2008	\$ 4,377,008	\$ 900,748	\$ 3,495,843	\$ 2,696,960	\$ 681,788	\$ 12,152,347
2009	4,463,637	755,988	3,674,898	2,748,636	720,690	12,363,849
2010	4,745,522	749,212	3,827,215	2,915,082	693,691	12,930,722
2011	4,372,776	710,294	3,871,780	3,069,781	795,985	12,820,616
2012	4,337,911	655,433	4,079,543	3,340,691	776,592	13,190,170
2013	4,726,575	713,973	3,979,402	3,459,339	603,348	13,482,637
2014	4,845,771	781,862	3,868,105	3,582,150	612,198	13,690,086
2015	4,975,980	854,323	3,827,933	3,731,027	714,607	14,103,870

Source: District Records

Note: Information prior to fiscal year 2008 is unavailable

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 GENERAL FUND-OTHER LOCAL REVENUES BY SOURCE
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Description	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Interest Income	\$ 119,170	\$ 155,025	\$ 114,611	\$ 43,642	\$ 18,339	\$ 13,662	\$ 3,879	\$ 3,908	\$ 3,504	\$ 9,585
Tuition	13,650		19,125	16,779	5,910	32,083	36,100	33,380	61,791	187,493
Book Fines			2,286	1,857	2,871	1,811	563	484	1,575	550
Prior Year:										
Outstanding Checks Canceled			12,611		6,032	3,950	9,274		224	1,796
Refunds			15,723	560	15,379	19,102	6,933	15,147	14,872	12,110
Accounts Payable Canceled					2,120		2,498	6,348		5,346
Sale of Surplus Equipment			222	120				6,230	170	1,110
Transportation			4,122							
Building Use Rental Income			33,307	1,100	5,550	5,325	400	1,000	100	
Donations				16,214		2,000	100	70,587	2,400	5,425
Prior Year Expense Insurance & Restitution Recovery						129,400	6,500	5,500	1,853	
Advanced Placement Testing Fees						21,691			135	135
Technology Student User Fees								36,720	35,022	32,920
Shared Services									1,170	
Miscellaneous:										
Account Balances Canceled			4,262					417	7	
Refunds			12,749	74			176		205	10
Miscellaneous	38,774	49,949	4,810	3,939	1,911	228	778	103	1,123	2,019
Annual Totals	<u>\$ 171,594</u>	<u>\$ 204,974</u>	<u>\$ 223,828</u>	<u>\$ 84,285</u>	<u>\$ 58,112</u>	<u>\$ 229,252</u>	<u>\$ 67,201</u>	<u>\$ 179,824</u>	<u>\$ 124,151</u>	<u>\$ 258,499</u>

Sources: District Records

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY-ALL CONSTITUENT DISTRICTS
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 75,428,179	\$ 83,396,300	\$ 74,728,800	\$ 66,839,400	\$ 58,521,900	\$ 52,832,600	\$ 50,270,900	\$ 48,539,200	\$ 40,527,200	\$ 43,176,450
Residential	1,667,358,600	1,949,119,300	1,983,441,800	1,999,400,800	1,934,002,200	1,943,464,700	1,930,780,900	1,921,569,100	1,721,382,800	1,717,737,499
Farm-Regular	235,005,000	303,512,600	313,057,500	322,024,300	310,206,800	311,591,200	314,133,600	315,570,700	288,474,400	290,816,001
Farm-Qualified	22,365,552	12,716,896	12,547,319	12,517,939	12,444,181	12,438,433	12,448,351	12,379,332	12,541,189	12,447,869
Commercial	92,724,673	113,482,558	112,788,758	118,843,658	111,884,758	112,262,958	111,870,858	112,145,458	109,316,181	107,749,581
Industrial	41,157,260	43,855,850	43,672,450	33,135,550	32,080,250	31,626,150	30,745,250	29,245,250	27,167,250	27,167,250
Apartment	12,111,800	12,449,380	12,449,380	12,776,000	12,131,400	12,100,800	12,100,800	12,100,800	11,568,800	11,230,600
Total Assessed Value	2,146,151,064	2,518,532,884	2,552,686,007	2,565,537,647	2,471,271,489	2,476,316,841	2,462,350,659	2,451,549,840	2,210,977,820	2,210,325,250
Public Utilities (a)	6,023,757	6,669,891	6,507,280	6,224,110	6,817,385	6,628,715	6,739,778	5,973,226	3,963,242	4,205,446
Net Valuation Taxable	<u>\$ 2,152,174,821</u>	<u>\$ 2,525,202,775</u>	<u>\$ 2,559,193,287</u>	<u>\$ 2,571,761,757</u>	<u>\$ 2,478,088,874</u>	<u>\$ 2,482,945,556</u>	<u>\$ 2,469,090,437</u>	<u>\$ 2,457,523,066</u>	<u>\$ 2,214,941,062</u>	<u>\$ 2,214,530,696</u>
Estimated Actual County Equalized Value	<u>\$ 2,569,718,167</u>	<u>\$ 2,831,345,195</u>	<u>\$ 2,828,793,819</u>	<u>\$ 2,762,640,809</u>	<u>\$ 2,744,512,632</u>	<u>\$ 2,617,660,326</u>	<u>\$ 2,483,110,721</u>	<u>\$ 2,375,458,520</u>	<u>\$ 2,318,832,685</u>	<u>\$ 2,341,714,332</u>
Percentage of Net Valuation to Estimated Actual County Equalized Value	<u>83.75%</u>	<u>89.19%</u>	<u>90.47%</u>	<u>93.09%</u>	<u>90.29%</u>	<u>94.85%</u>	<u>99.44%</u>	<u>103.45%</u>	<u>95.52%</u>	<u>94.57%</u>
Regional High School Tax Rate by Constituent District:										
Alexandria Township	<u>\$ 0.52</u>	<u>\$ 0.56</u>	<u>\$ 0.55</u>	<u>\$ 0.57</u>	<u>\$ 0.53</u>	<u>\$ 0.52</u>	<u>\$ 0.57</u>	<u>\$ 0.59</u>	<u>\$ 0.70</u>	<u>\$ 0.75</u>
Frenchtown Borough	<u>\$ 0.53</u>	<u>\$ 0.61</u>	<u>\$ 0.50</u>	<u>\$ 0.50</u>	<u>\$ 0.47</u>	<u>\$ 0.44</u>	<u>\$ 0.48</u>	<u>\$ 0.52</u>	<u>\$ 0.57</u>	<u>\$ 0.63</u>
Holland Township	<u>\$ 0.46</u>	<u>\$ 0.46</u>	<u>\$ 0.48</u>	<u>\$ 0.50</u>	<u>\$ 0.50</u>	<u>\$ 0.53</u>	<u>\$ 0.52</u>	<u>\$ 0.50</u>	<u>\$ 0.61</u>	<u>\$ 0.58</u>
Kingwood Township	<u>\$ 0.79</u>	<u>\$ 0.39</u>	<u>\$ 0.39</u>	<u>\$ 0.41</u>	<u>\$ 0.51</u>	<u>\$ 0.55</u>	<u>\$ 0.57</u>	<u>\$ 0.59</u>	<u>\$ 0.61</u>	<u>\$ 0.61</u>
Milford Borough	<u>\$ 0.46</u>	<u>\$ 0.57</u>	<u>\$ 0.59</u>	<u>\$ 0.59</u>	<u>\$ 0.68</u>	<u>\$ 0.66</u>	<u>\$ 0.51</u>	<u>\$ 0.52</u>	<u>\$ 0.61</u>	<u>\$ 0.61</u>

Source: Municipal Tax Assessors

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

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-
 ALEXANDRIA TOWNSHIP
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 42,729,100	\$ 33,421,700	\$ 27,780,400	\$ 23,145,300	\$ 19,873,200	\$ 14,932,700	\$ 13,406,100	\$ 12,754,400	\$ 10,448,300	\$ 9,380,000
Residential	591,260,800	613,108,800	644,944,300	653,844,600	661,048,700	670,392,500	661,932,700	654,129,600	569,320,900	567,628,200
Farm-Regular	102,581,300	110,104,700	114,371,300	119,772,700	120,545,600	121,687,600	122,866,700	123,550,900	106,917,400	108,879,000
Farm-Qualified	4,053,249	3,972,780	3,864,670	3,962,339	3,957,181	4,037,633	4,082,151	4,052,732	4,235,179	4,272,779
Commercial	21,353,888	21,479,488	21,719,788	21,679,788	21,720,188	21,752,488	21,045,588	20,957,488	19,100,800	18,850,800
Industrial	2,534,800	2,534,800	2,534,800	2,534,800	2,534,800	2,534,800	2,534,800	1,034,800	836,200	836,200
Apartment	418,900	418,900	418,900	418,900	418,900	418,900	418,900	418,900	230,400	230,400
Total Assessed Value	764,932,037	785,041,168	815,634,158	825,358,427	830,098,569	835,756,621	826,286,939	816,898,820	711,089,179	710,077,379
Public Utilities (a)	1,952,128	2,004,605	1,769,750	1,515,311	1,960,839	2,175,745	2,293,602	2,109,187	178,774	165,764
Net Valuation Taxable	\$ 766,884,165	\$ 787,045,773	\$ 817,403,908	\$ 826,873,738	\$ 832,059,408	\$ 837,932,366	\$ 828,580,541	\$ 819,008,007	\$ 711,267,953	\$ 710,243,143
Estimated Actual County Equalized Value	\$ 835,122,231	\$ 893,908,093	\$ 916,853,752	\$ 900,393,499	\$ 884,510,905	\$ 855,451,114	\$ 802,261,594	\$ 777,229,047	\$ 770,673,063	\$ 788,545,734
Percentage of Net Valuation to Estimated Actual County Equalized Value	91.83%	88.05%	89.15%	91.83%	94.07%	97.95%	103.28%	105.38%	92.29%	90.07%
Total Regional High School Tax Rate (b)	\$ 0.52	\$ 0.56	\$ 0.55	\$ 0.57	\$ 0.53	\$ 0.52	\$ 0.57	\$ 0.59	\$ 0.70	\$ 0.75

*

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
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

* Revalued/Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-
 FRENCHTOWN BOROUGH
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 2,617,100	\$ 2,554,500	\$ 2,554,500	\$ 2,608,300	\$ 2,505,100	\$ 2,505,100	\$ 2,505,100	\$ 2,505,100	\$ 2,505,100	\$ 2,490,600
Residential	108,765,800	108,162,700	108,094,600	108,052,500	109,384,700	108,678,000	108,976,400	108,741,700	109,474,900	109,543,700
Farm-Regular	898,600	898,600	898,600	898,600	898,600	898,600	898,600	898,600	898,600	898,600
Farm-Qualified	76,805	52,749	52,749	14,200	14,700	14,700	14,700	14,700	14,700	14,700
Commercial	26,699,600	26,662,500	28,085,300	27,687,500	26,861,900	26,785,700	26,737,800	26,737,800	26,449,600	26,369,600
Industrial	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350
Apartment	6,834,300	6,119,880	6,119,880	6,446,500	6,045,500	6,045,500	6,045,500	6,045,500	5,682,600	5,682,600
Total Assessed Value	149,618,555	148,177,279	149,531,979	149,433,950	149,436,850	148,653,950	148,904,450	148,669,750	148,751,850	148,726,150
Public Utilities (a)	970,914	945,769	1,059,003	1,130,900	889,485	725,240	592,657	489,679	594,036	693,169
Net Valuation Taxable	\$ 150,589,469	\$ 149,123,048	\$ 150,590,982	\$ 150,564,850	\$ 150,326,335	\$ 149,379,190	\$ 149,497,107	\$ 149,159,429	\$ 149,345,886	\$ 149,419,319
Estimated Actual County Equalized Value	\$ 166,760,565	\$ 180,920,032	\$ 189,110,834	\$ 182,114,565	\$ 177,418,076	\$ 171,957,166	\$ 166,644,863	\$ 159,392,422	\$ 152,424,868	\$ 164,522,483
Percentage of Net Valuation to Estimated Actual County Equalized Value	90.30%	82.42%	79.63%	82.68%	84.73%	86.87%	89.71%	93.58%	97.98%	90.82%
Total Regional High School Tax Rate (b)	\$ 0.53	\$ 0.61	\$ 0.50	\$ 0.50	\$ 0.47	\$ 0.44	\$ 0.48	\$ 0.52	\$ 0.57	\$ 0.63

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
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

* Revalued/Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-
 HOLLAND TOWNSHIP
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 18,740,600	\$ 15,993,100	\$ 13,910,600	\$ 13,960,200	\$ 13,623,600	\$ 12,898,800	\$ 11,043,000	\$ 10,255,300	\$ 6,480,600	\$ 6,975,500
Residential	637,852,300	646,038,300	644,816,900	646,967,000	646,506,300	646,373,000	646,768,800	643,244,500	525,191,400	524,687,600
Farm-Regular	66,490,700	66,731,500	72,529,100	73,861,100	75,961,400	75,820,600	74,547,600	75,823,800	65,474,000	65,808,400
Farm-Qualified	2,428,000	2,402,600	2,619,500	2,615,500	2,588,800	2,555,100	2,519,600	2,579,300	2,645,310	2,658,190
Commercial	16,221,100	16,192,600	16,192,600	16,150,100	16,302,400	16,202,400	16,745,200	16,745,200	16,026,211	15,119,411
Industrial	17,736,700	17,736,700	17,716,700	14,480,500	14,480,500	14,026,400	13,145,500	13,145,500	11,231,600	11,231,600
Apartment	409,900	409,900	409,900	409,900	409,900	409,900	409,900	409,900	429,300	429,300
Total Assessed Value	759,879,300	765,504,700	768,195,300	768,444,300	769,872,900	768,286,200	765,179,600	762,203,500	627,478,421	626,910,001
Public Utilities (a)	1,901,237	1,865,780	1,915,521	1,952,899	2,066,917	1,938,850	1,948,801	1,671,889	1,531,313	1,504,717
Net Valuation Taxable	\$ 761,780,537	\$ 767,370,480	\$ 770,110,821	\$ 770,397,199	\$ 771,939,817	\$ 770,225,050	\$ 767,128,401	\$ 763,875,389	\$ 629,009,734	\$ 628,414,718
Estimated Actual County Equalized Value	\$ 808,243,008	\$ 876,204,072	\$ 854,549,495	\$ 830,689,491	\$ 832,100,698	\$ 783,944,071	\$ 746,069,777	\$ 691,448,812	\$ 670,270,971	\$ 660,724,128
Percentage of Net Valuation to Estimated Actual County Equalized Value	94.25%	87.58%	90.12%	92.74%	92.77%	98.25%	102.82%	110.47%	93.84%	95.11%
Total Regional High School Tax Rate (b)	\$ 0.46	\$ 0.46	\$ 0.48	\$ 0.50	\$ 0.50	\$ 0.53	\$ 0.52	\$ 0.50	\$ 0.61	\$ 0.58

*

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
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

* Revalued/Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-
 KINGWOOD TOWNSHIP
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 9,344,079	\$ 29,392,700	\$ 28,977,700	\$ 24,913,500	\$ 19,877,000	\$ 19,848,200	\$ 20,682,400	\$ 20,444,100	\$ 18,828,000	\$ 22,065,150
Residential	236,095,900	486,985,900	490,067,000	494,471,800	421,467,300	422,700,800	417,770,800	420,624,300	422,482,000	421,252,699
Farm-Regular	63,625,900	124,369,300	123,850,000	126,078,000	111,387,300	111,775,600	114,411,900	113,888,600	113,765,600	113,811,201
Farm-Qualified	15,775,698	6,256,967	5,970,400	5,910,000	5,862,400	5,809,900	5,810,800	5,711,500	5,624,100	5,480,300
Commercial	16,010,415	36,682,000	34,335,100	40,870,300	34,544,300	35,078,200	34,583,000	34,945,700	34,980,300	34,962,700
Industrial	8,840,610	11,539,200	11,539,200	10,401,900	9,346,600	9,346,600	9,346,600	9,346,600	9,381,100	9,381,100
Apartment	1,210,500	2,262,500	2,262,500	2,262,500	2,018,900	1,988,300	1,988,300	1,988,300	1,988,300	1,988,300
Total Assessed Value	350,903,102	697,488,567	697,001,900	704,908,000	604,503,800	606,547,600	604,593,800	606,949,100	607,049,400	608,941,450
Public Utilities (a)	947,193	1,622,202	1,526,249	1,359,500	1,639,850	1,559,512	1,663,096	1,480,282	1,476,753	1,653,010
Net Valuation Taxable	\$ 351,850,295	\$ 699,110,769	\$ 698,528,149	\$ 706,267,500	\$ 606,143,650	\$ 608,107,112	\$ 606,256,896	\$ 608,429,382	\$ 608,526,153	\$ 610,594,460
Estimated Actual County Equalized Value	\$ 615,263,836	\$ 716,228,633	\$ 717,447,587	\$ 704,115,651	\$ 697,511,612	\$ 660,555,194	\$ 639,241,772	\$ 629,713,705	\$ 611,216,103	\$ 618,887,553
Percentage of Net Valuation to Estimated Actual County Equalized Value	57.19%	97.61%	97.36%	100.31%	86.90%	92.06%	94.84%	96.62%	99.56%	98.66%
Total Regional High School Tax Rate (b)	\$ 0.79	\$ 0.39	\$ 0.39	\$ 0.41	\$ 0.51	\$ 0.55	\$ 0.57	\$ 0.59	\$ 0.61	\$ 0.61

*

*

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
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

* Revalued/Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-
 MILFORD BOROUGH
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 1,997,300	\$ 2,034,300	\$ 1,505,600	\$ 2,212,100	\$ 2,643,000	\$ 2,647,800	\$ 2,634,300	\$ 2,580,300	\$ 2,265,200	\$ 2,265,200
Residential	93,383,800	94,823,600	95,519,000	96,064,900	95,595,200	95,320,400	95,332,200	94,829,000	94,913,600	94,625,300
Farm-Regular	1,408,500	1,408,500	1,408,500	1,413,900	1,413,900	1,408,800	1,408,800	1,408,800	1,418,800	1,418,800
Farm-Qualified	31,800	31,800	40,000	15,900	21,100	21,100	21,100	21,100	21,900	21,900
Commercial	12,439,670	12,465,970	12,455,970	12,455,970	12,455,970	12,444,170	12,759,270	12,759,270	12,759,270	12,447,070
Industrial	8,318,800	8,318,800	8,155,400	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000
Apartment	3,238,200	3,238,200	3,238,200	3,238,200	3,238,200	3,238,200	3,238,200	3,238,200	3,238,200	2,900,000
Total Assessed Value	120,818,070	122,321,170	122,322,670	117,392,970	117,359,370	117,072,470	117,385,870	116,828,670	116,608,970	115,670,270
Public Utilities (a)	252,285	231,535	236,757	265,500	260,294	229,368	241,622	222,189	182,366	188,786
Net Valuation Taxable	\$ 121,070,355	\$ 122,552,705	\$ 122,559,427	\$ 117,658,470	\$ 117,619,664	\$ 117,301,838	\$ 117,627,492	\$ 117,050,859	\$ 116,791,336	\$ 115,859,056
Estimated Actual County Equalized Value	\$ 144,328,527	\$ 164,084,365	\$ 150,832,151	\$ 145,327,603	\$ 152,971,341	\$ 145,752,781	\$ 128,892,715	\$ 117,674,534	\$ 114,247,680	\$ 109,034,434
Percentage of Net Valuation to Estimated Actual County Equalized Value	83.89%	74.69%	81.26%	80.96%	76.89%	80.48%	91.26%	99.47%	102.23%	106.26%
Total Regional High School Tax Rate (b)	\$ 0.46	\$ 0.57	\$ 0.59	\$ 0.59	\$ 0.68	\$ 0.66	\$ 0.51	\$ 0.52	\$ 0.61	\$ 0.61

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
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

* Revalued/Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-
 ALEXANDRIA TOWNSHIP
 LAST TEN FISCAL YEARS
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate						Total Direct & Overlapping Tax Rate
	(From J-7)			Overlapping Rates			
	Basic Rate (a)	General Obligation Debt Service (b)	Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2006	\$ 0.49	\$ 0.03	\$ 0.52	\$ 0.88	\$ 0.21	\$ 0.39	\$ 2.00
2007	0.53	0.03	0.56	0.90	0.21	0.38	2.05
2008	0.52	0.03	0.55	0.91	0.21	0.37	2.04
2009	0.54	0.03	0.57	0.91	0.21	0.38	2.07
2010	0.52	0.01	0.53	0.95	0.21	0.36	2.05
2011	0.50	0.02	0.52	0.93	0.21	0.35	2.01
2012	0.54	0.03	0.57	0.96	0.21	0.34	2.08
2013	0.57	0.02	0.59	0.97	0.21	0.34	2.11
2014	* 0.67	0.03	0.70	1.14	0.24	0.40	2.48
2015	0.72	0.03	0.75	1.16	0.24	0.41	2.56

Sources: Municipal Tax Collector

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

- (a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
 (b) Rates for debt service are based on each year's requirements.

* Revalued / Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-
 FRENCHTOWN BOROUGH
 LAST TEN FISCAL YEARS
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7)	Direct School Tax Rate	Municipality	County	
			Total Regional High School Tax Rate				
2006	\$ 0.50	\$ 0.03	\$ 0.53	\$ 0.99	\$ 0.50	\$ 0.40	\$ 2.42
2007	0.58	0.03	0.61	1.05	0.55	0.40	2.61
2008	0.48	0.02	0.50	1.08	0.54	0.42	2.54
2009	0.48	0.02	0.50	1.12	0.56	0.42	2.60
2010	0.46	0.01	0.47	1.17	0.60	0.41	2.65
2011	0.42	0.02	0.44	1.19	0.62	0.40	2.65
2012	0.46	0.02	0.48	1.21	0.65	0.40	2.74
2013	0.50	0.02	0.52	1.24	0.67	0.40	2.83
2014	0.55	0.02	0.57	1.26	0.71	0.38	2.92
2015	0.60	0.03	0.63	1.30	0.87	0.41	3.21

Sources: Municipal Tax Collector

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

- (a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.

* Revalued / Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-
 HOLLAND TOWNSHIP
 LAST TEN FISCAL YEARS
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7)	Direct School Tax Rate	Municipality	County	
			Total Regional High School Tax Rate				
2006	\$ 0.44	\$ 0.02	\$ 0.46	\$ 0.96		\$ 0.38	\$ 1.80
2007	0.44	0.02	0.46	0.99		0.38	1.83
2008	0.46	0.02	0.48	1.00		0.37	1.85
2009	0.48	0.02	0.50	1.05		0.37	1.92
2010	0.49	0.01	0.50	1.08		0.37	1.95
2011	0.51	0.02	0.53	1.09		0.35	1.97
2012	0.50	0.02	0.52	1.08		0.34	1.94
2013	0.48	0.02	0.50	1.11		0.33	1.94
2014	* 0.58	0.03	0.61	1.37	\$ 0.10	0.39	2.47
2015	0.56	0.02	0.58	1.40	0.19	0.39	2.56

Sources: Municipal Tax Collector

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

(a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.

(b) Rates for debt service are based on each year's requirements.

* Revalued / Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-
 KINGWOOD TOWNSHIP
 LAST TEN FISCAL YEARS
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate						Total Direct & Overlapping Tax Rate
	(From J-7)			Overlapping Rates			
	Basic Rate (a)	General Obligation Debt Service (b)	Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2006	\$ 0.75	\$ 0.04	\$ 0.79	\$ 1.37	\$ 0.30	\$ 0.62	\$ 3.08
2007	* 0.37	0.02	0.39	0.72	0.17	0.34	1.62
2008	0.37	0.02	0.39	0.74	0.19	0.34	1.66
2009	0.39	0.02	0.41	0.75	0.19	0.34	1.69
2010	* 0.50	0.01	0.51	0.90	0.22	0.39	2.02
2011	0.53	0.02	0.55	0.89	0.22	0.37	2.03
2012	0.54	0.03	0.57	0.91	0.23	0.37	2.08
2013	0.57	0.02	0.59	0.90	0.23	0.38	2.10
2014	0.58	0.03	0.61	0.91	0.24	0.37	2.13
2015	0.59	0.02	0.61	0.92	0.25	0.38	2.16

Sources: Municipal Tax Collector

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

(a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.

(b) Rates for debt service are based on each year's requirements.

* Revalued / Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-
 MILFORD BOROUGH
 LAST TEN FISCAL YEARS
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2006	\$ 0.44	\$ 0.02	\$ 0.46	\$ 1.23	\$ 0.51	\$ 0.42	\$ 2.62
2007	0.54	0.03	0.57	1.27	0.60	0.43	2.87
2008	0.56	0.03	0.59	1.30	0.64	0.40	2.93
2009	0.56	0.03	0.59	1.41	0.68	0.42	3.10
2010	0.67	0.01	0.68	1.48	0.68	0.44	3.28
2011	0.63	0.03	0.66	1.48	0.68	0.42	3.24
2012	0.49	0.02	0.51	1.50	0.69	0.38	3.08
2013	0.50	0.02	0.52	1.54	0.70	0.35	3.11
2014	0.58	0.03	0.61	1.53	0.71	0.35	3.20
2015	0.59	0.02	0.61	1.65	0.71	0.34	3.31

Sources: Municipal Tax Collector

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

- (a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.

* Revalued / Reassessed

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-
 ALEXANDRIA TOWNSHIP
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Li, Ge, & Ning Zhao	\$ 4,250,000	1	0.60%			
Sky Manor Airport Partners LLC	2,598,800	2	0.37%			
Columbia Gas Transmission	2,427,300	3	0.34%	\$ 2,571,488	3	0.34%
Kraft, Peter & Tracey Howe	1,460,100	4	0.21%			
Katz, Carla	1,428,700	5	0.20%			
Bloomsbury Orchards LLC	1,316,700	6	0.19%			
Manchanda Shaprio Rauch LLC	1,209,300	7	0.17%	1,541,000	7	0.20%
Alexandria Airpark LLC	1,196,700	8	0.17%			
Mcintosh, Peter	1,168,000	9	0.16%			
DeSapio Properties	1,146,600	10	0.16%			
Individual Property Owner				6,182,300	1	0.81%
Individual Property Owner				3,561,300	2	0.46%
CP Assignment LTD c/o Burkhardt				1,993,500	4	0.26%
Individual Property Owner				1,646,200	5	0.21%
United Telephone Company of NJ				1,624,073	6	0.21%
Saphire Inc c/o Riverside Jeans				1,486,900	8	0.19%
Individual Property Owner				1,307,200	9	0.17%
High Brass Farm LLC				1,241,700	10	0.16%
	<u>\$ 18,202,200</u>		<u>2.57%</u>	<u>\$ 23,155,661</u>		<u>3.01%</u>

Source: Municipal Tax Assessor

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-
 FRENCHTOWN BOROUGH
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Frenchtown Associates LLC	\$ 2,950,000	1	1.97%	\$ 2,950,000	1	1.96%
Frenchtown Properties LLC	2,145,200	2	1.44%			
Frenchtown Barn Center LLC	1,500,000	3	1.00%	1,113,600	4	0.74%
Davon LLC	977,200	4	0.65%	977,200	5	0.65%
Bridge Race Properties	972,200	5	0.65%	972,200	6	0.65%
Individual Property Owner #1	830,800	6	0.56%	830,800	8	0.55%
Traub Holdings LLC	758,400	7	0.51%			
B & B Properties LLC	748,500	8	0.50%			
T2 Services Inc	724,700	9	0.49%			
Individual Property Owner #2	718,800	10	0.48%	2,145,200	2	1.42%
Warren House LLC						
Individual Property Owner #3				1,586,300	3	1.05%
United Telephone Company of NJ				970,914	7	0.64%
Individual Property Owner #4				809,900	9	0.54%
RO-MAR Enterprises				758,400	10	0.50%
	<u>\$ 12,325,800</u>		<u>8.25%</u>	<u>\$ 13,114,514</u>		<u>8.70%</u>

Source: Municipal Tax Assessor

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-
 HOLLAND TOWNSHIP
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed	Rank	% of Total District Net	Taxable Assessed	Rank	% of Total District Net
	Value		Assessed Value	Value		Assessed Value
Genon Energy Services Individual Property Owner	\$ 6,515,900	1	1.04%	\$ 8,000,000	1	1.05%
Individual Property Owner	4,388,600	2	0.70%	4,145,100	4	0.54%
Oak Hill Golf Club	3,904,200	3	0.62%	5,143,500	3	0.68%
Georgia Pacific Corporation	2,789,400	4	0.44%	3,300,000	5	0.43%
Columbia Gas Individual Property Owner	1,897,400	5	0.30%	2,206,500	6	0.29%
Individual Property Owner	1,463,000	6	0.23%			
Fiberville Estates	1,368,700	7	0.22%			
Holland Retail LLC	1,228,700	8	0.20%			
KJA Holdings Inc. Individual Property Owner	1,178,500	9	0.19%			
Individual Property Owner	1,159,500	10	0.18%	1,667,300	7	0.22%
Verizon-NJ				1,600,078	8	0.21%
Fibermark Individual Property Owner				7,492,100	2	0.98%
Individual Property Owner				1,284,700	9	0.17%
Riegel Federal Credit Union				1,226,300	10	0.16%
	<u>\$ 25,893,900</u>		<u>4.12%</u>	<u>\$ 36,065,578</u>		<u>4.73%</u>

Source: Municipal Tax Assessor

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-
 KINGWOOD TOWNSHIP
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Buckeye Pipeline Co	\$ 4,575,000	1	0.75%	\$ 2,931,494	2
Kingwood Flex LLC	4,188,100	2	0.69%			
Mel Chemicals Inc.	3,498,200	3	0.57%			
Buckeye Pipeline Co	3,040,000	4	0.50%			
Perini Properties Inc	2,895,500	5	0.47%			
Frenchtown III Solar LLC (1)	2,628,700	6	0.43%			
869 Associates LLC	2,324,100	7	0.38%	2,100,000	3	0.60%
Frenchtown III Solar LLC (2)	1,657,500	8	0.27%			
Individual Property Owner #1	1,650,800	9	0.27%			
Frenchtown ii Solar LLC	1,500,000	10	0.25%			
Magnesium Elektron Inc.				3,835,700	1	1.09%
Lutz Welding & Fabricating				1,783,117	4	0.51%
Individual Property Owner #2				1,235,292	5	0.35%
Individual Property Owner #3				1,171,948	6	0.33%
Individual Property Owner #4				1,091,461	7	0.31%
United Telephone Company of NJ				884,350	8	0.25%
Individual Property Owner #5				877,620	9	0.25%
Individual Property Owner #6				869,800	10	0.25%
	<u>\$ 27,957,900</u>		<u>4.58%</u>	<u>\$ 16,780,782</u>		<u>4.77%</u>

Source: Municipal Tax Assessor

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-
 MILFORD BOROUGH
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed	Rank	% of Total District Net	Taxable Assessed	Rank	% of Total District Net
	Value		Assessed Value	Value		Assessed Value
Pine Crest Village Associates c/o Branch	\$ 2,900,000	1	2.50%	\$ 3,238,200	2	2.67%
60 Bridge Street LLC	1,507,600	2	1.30%			
International Paper Company	1,336,600	3	1.15%			
Hunterdon Medical Center	1,131,000	4	0.98%	1,131,000	3	0.93%
Peter Trustee Kerl	573,700	5	0.50%	573,700	5	0.47%
Individual Property Owner #1	539,100	6	0.47%			
Stem Brothers	523,700	7	0.45%	523,700	6	0.43%
Individual Property Owner #2	504,800	8	0.44%			
Ingahdwe Trust	485,400	9	0.42%			
Little Kids NJ Partnership	462,500	10	0.40%	462,500	9	0.38%
Royal Blue Papers Incorporated				7,500,000	1	6.19%
TD Banknorth				702,100	4	0.58%
The Baker Acquisition Corp.				490,400	7	0.41%
Individual Property Owner #3				466,800	8	0.39%
DCEM Properties LLC				461,700	10	0.38%
	<u>\$ 9,964,400</u>		<u>8.61%</u>	<u>\$ 15,550,100</u>		<u>12.84%</u>

Source: Municipal Tax Assessor

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS-
ALL CONSTITUENT DISTRICTS
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 44,234,125	\$ 42,855,912	96.88%
2006	48,153,176	46,150,813	95.84%
2007	49,666,924	48,061,258	96.77%
2008	50,410,019	48,733,738	96.67%
2009	51,616,219	49,927,007	96.73%
2010	52,304,396	50,848,046	97.22%
2011	52,389,218	50,920,236	97.20%
2012	52,530,174	51,183,005	97.44%
2013	53,038,317	51,513,346	97.12%
2014	54,281,295	52,853,526	97.37%

Sources: 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 Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
BY CONSTITUENT DISTRICT-ALEXANDRIA TOWNSHIP
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 14,437,176	\$ 14,044,869	97.28%
2006	15,931,698	15,474,906	97.13%
2007	16,649,297	16,157,347	97.05%
2008	16,864,974	16,357,947	96.99%
2009	17,244,150	16,796,794	97.41%
2010	17,108,149	16,736,531	97.83%
2011	16,814,218	16,484,702	98.04%
2012	17,240,449	16,920,099	98.14%
2013	17,360,535	16,983,790	97.83%
2014	17,626,188	17,264,789	97.95%

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
BY CONSTITUENT DISTRICT-FRENCHTOWN BOROUGH
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 3,380,115	\$ 3,276,470	96.93%
2006	3,648,964	3,459,905	94.82%
2007	3,920,222	3,736,078	95.30%
2008	3,852,232	3,741,706	97.13%
2009	3,925,744	3,642,780	92.79%
2010	3,982,690	3,753,793	94.25%
2011	3,969,209	3,662,420	92.27%
2012	4,101,468	3,874,442	94.46%
2013	4,230,272	4,059,133	95.95%
2014	4,366,529	4,173,836	95.59%

Sources: 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 Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
BY CONSTITUENT DISTRICT-HOLLAND TOWNSHIP
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 12,945,989	\$ 12,659,114	97.78%
2006	13,824,703	13,489,252	97.57%
2007	14,126,824	13,825,854	97.87%
2008	14,326,777	13,990,030	97.65%
2009	14,783,316	14,476,124	97.92%
2010	15,104,272	14,801,704	98.00%
2011	15,216,041	14,971,324	98.39%
2012	14,931,139	14,704,177	98.48%
2013	14,846,969	14,461,715	97.41%
2014	15,534,767	15,286,853	98.40%

Sources: 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 Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
BY CONSTITUENT DISTRICT-KINGWOOD TOWNSHIP
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 10,365,736	\$ 10,032,517	96.79%
2006	11,482,594	10,736,432	93.50%
2007	11,426,531	11,075,341	96.93%
2008	11,742,295	11,327,917	96.47%
2009	12,016,948	11,452,551	95.30%
2010	12,253,395	11,821,890	96.48%
2011	12,574,328	12,112,601	96.33%
2012	12,635,478	12,203,574	96.58%
2013	12,948,202	12,508,826	96.61%
2014	13,019,498	12,577,111	96.60%

Sources: 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 Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
BY CONSTITUENT DISTRICT-MILFORD BOROUGH
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 3,105,109	\$ 2,842,942	91.56%
2006	3,265,217	2,990,318	91.58%
2007	3,544,050	3,266,638	92.17%
2008	3,623,741	3,316,138	91.51%
2009	3,646,061	3,558,758	97.60%
2010	3,855,890	3,734,128	96.84%
2011	3,815,422	3,689,189	96.69%
2012	3,621,640	3,480,713	96.11%
2013	3,652,339	3,499,882	95.82%
2014	3,734,313	3,550,937	95.08%

Sources: 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 Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	General Obligation Bonds (b)	Governmental Activities			Business-Type Activities	Total District	% of Personal Income (a)	Per Capita (a)
		Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2006	\$ 6,039,000		\$ 64,907	\$ 1,600,000		\$ 7,703,907	0.76%	\$ 457
2007	5,669,000		27,766			5,696,766	0.52%	336
2008	5,284,000					5,284,000	0.45%	309
2009	4,884,000					4,884,000	0.42%	286
2010	4,469,000					4,469,000	0.40%	261
2011	4,039,000					4,039,000	0.37%	242
2012	3,535,000				\$ 422,609	3,957,609	0.34%	237
2013	3,055,000				341,320	3,396,320	0.28%	205
2014	2,580,000		189,277		258,446	3,027,723	0.24%	183
2015	2,090,000		1,591,747		882,673	4,564,420	N/A	276

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

(a) See Exhibit J-37 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(b) Includes Early Retirement Incentive Plan (ERIP) Refunding

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	% of Actual Taxable Value of Property (a)	Per Capita (b)
	General Obligation Bonds	Deductions			
2006	\$ 6,039,000		\$ 6,039,000	0.28%	\$ 358
2007	5,669,000		5,669,000	0.22%	334
2008	5,284,000		5,284,000	0.21%	309
2009	4,884,000		4,884,000	0.19%	286
2010	4,469,000		4,469,000	0.18%	261
2011	4,039,000		4,039,000	0.16%	242
2012	3,535,000		3,535,000	0.14%	212
2013	3,055,000		3,055,000	0.12%	185
2014	2,580,000		2,580,000	0.12%	156
2015	2,090,000		2,090,000	0.09%	127

NOTES: (1) Details regarding the district's outstanding debt can be found in the notes to the financial statements.

(a) See Exhibit J-7 for property tax data.

(b) Population data can be found in Exhibit J-37.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-
 ALEXANDRIA TOWNSHIP
 AS OF DECEMBER 31, 2014

	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
GOVERNMENTAL UNIT			
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 1,300,000	100.00	\$ 1,300,000
Regional High School District Debt	2,580,000	33.30	859,036
County General Obligation Debt	70,347,424	3.73	<u>2,624,916</u>
Subtotal Overlapping Debt			4,783,952
Municipality Direct Debt			<u>6,971,750</u>
Total Direct and Overlapping Debt			<u><u>\$ 11,755,702</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-
 FRENCHTOWN BOROUGH
 AS OF DECEMBER 31, 2014

	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
GOVERNMENTAL UNIT			
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 274,000	100.00	\$ 274,000
Regional High School District Debt	2,580,000	6.75	174,027
County General Obligation Debt	70,347,424	0.76	<u>531,766</u>
Subtotal Overlapping Debt			979,793
Municipality Direct Debt			<u>2,128,426</u>
Total Direct and Overlapping Debt			<u>\$ 3,108,219</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-
 HOLLAND TOWNSHIP
 AS OF DECEMBER 31, 2014

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
GOVERNMENTAL UNIT			
Debt Repaid with Property Taxes:			
Regional High School District Debt	\$ 2,580,000	28.80	\$ 742,988
County General Obligation Debt	70,347,424	3.23	2,270,313
Subtotal Overlapping Debt			3,013,301
Municipality Direct Debt			522,500
Total Direct and Overlapping Debt			<u>\$ 3,535,801</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-
 KINGWOOD TOWNSHIP
 AS OF DECEMBER 31, 2014

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
GOVERNMENTAL UNIT			
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 1,890,000	100.00	\$ 1,890,000
Regional High School District Debt	2,580,000	26.30	678,547
County General Obligation Debt	70,347,424	2.95	2,073,402
Subtotal Overlapping Debt			4,641,949
Municipality Direct Debt			2,744,694
Total Direct and Overlapping Debt			<u>\$ 7,386,643</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-
 MILFORD BOROUGH
 AS OF DECEMBER 31, 2014

	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
GOVERNMENTAL UNIT			
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 345,000	100.00	\$ 345,000
Regional High School District Debt	2,580,000	4.86	125,402
County General Obligation Debt	70,347,424	0.54	383,183
Subtotal Overlapping Debt			853,585
Municipality Direct Debt			1,148,947
Total Direct and Overlapping Debt			<u>\$ 2,002,532</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION,
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2015

Equalized Valuation Basis- All Constituent Districts

2014	\$	2,338,036,199
2013		2,319,289,818
2012		2,379,373,291
	\$	<u>7,036,699,308</u>

Average Equalized Valuation of Taxable Property \$ 2,345,566,436

Debt Limit (3.0% of Average Equalization Value) \$ 70,366,993 (a)

Total Net Debt Applicable to Limit 2,090,000

Legal Debt Margin \$ 68,276,993

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Limit	\$ 63,730,851	\$ 71,698,403	\$ 78,820,849	\$ 83,261,784	\$ 83,850,857	\$ 81,655,498	\$ 78,254,366	\$ 75,789,695	\$ 71,884,791	\$ 70,366,993
Total Net Debt Applicable	<u>6,039,000</u>	<u>5,669,000</u>	<u>5,284,000</u>	<u>4,884,000</u>	<u>4,469,000</u>	<u>4,039,000</u>	<u>3,535,000</u>	<u>3,055,000</u>	<u>2,580,000</u>	<u>2,090,000</u>
Legal Debt Margin	<u>\$ 57,691,851</u>	<u>\$ 66,029,403</u>	<u>\$ 73,536,849</u>	<u>\$ 78,377,784</u>	<u>\$ 79,381,857</u>	<u>\$ 77,616,498</u>	<u>\$ 74,719,366</u>	<u>\$ 72,734,695</u>	<u>\$ 69,304,791</u>	<u>\$ 68,276,993</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	9.48%	7.91%	6.70%	5.87%	5.33%	4.95%	4.52%	4.03%	3.59%	2.97%

Source: Equalized valuation bases were obtained from the annual report of the State of New Jersey,
 Department of Treasury, Division of Taxation

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Constituent District	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
SCHOOL DISTRICT POPULATION (a)										
Alexandria Township	4,947	5,029	5,118	5,134	5,145	4,942	4,932	4,905	4,898	4,893
Frenchtown Borough	1,486	1,477	1,473	1,467	1,467	1,375	1,413	1,364	1,398	1,394
Holland Township	5,246	5,252	5,260	5,253	5,268	5,289	5,263	5,233	5,220	5,204
Kingwood Township	3,971	3,999	4,032	4,055	4,057	3,842	3,844	3,833	3,828	3,806
Milford Borough	1,199	1,205	1,200	1,194	1,192	1,233	1,225	1,217	1,214	1,211
	<u>16,849</u>	<u>16,962</u>	<u>17,083</u>	<u>17,103</u>	<u>17,129</u>	<u>16,681</u>	<u>16,677</u>	<u>16,552</u>	<u>16,558</u>	<u>16,508</u>
PERSONAL INCOME (b)										
Alexandria Township	\$ 299,169,825	\$ 326,497,767	\$ 349,513,338	\$ 352,947,098	\$ 338,021,355	\$ 324,644,922	\$ 343,844,244	\$ 365,589,270	\$ 369,911,654	N/A
Frenchtown Borough	89,865,850	95,891,271	100,592,643	100,851,849	96,380,433	90,325,125	98,510,121	101,664,376	105,581,154	N/A
Holland Township	317,251,850	340,975,596	359,210,660	361,127,991	346,102,332	347,439,699	366,920,571	390,036,422	394,230,060	N/A
Kingwood Township	240,146,225	259,627,077	275,349,312	278,769,085	266,540,843	252,384,822	267,992,148	285,688,822	289,102,044	N/A
Milford Borough	72,509,525	78,232,215	81,949,200	82,083,918	78,313,208	80,997,003	85,403,325	90,707,878	91,684,922	N/A
	<u>\$ 1,018,943,275</u>	<u>\$ 1,101,223,926</u>	<u>\$ 1,166,615,153</u>	<u>\$ 1,175,779,941</u>	<u>\$ 1,125,358,171</u>	<u>\$ 1,095,791,571</u>	<u>\$ 1,162,670,409</u>	<u>\$ 1,233,686,768</u>	<u>\$ 1,250,509,834</u>	N/A
PER CAPITA PERSONAL INCOME (c)										
County of Hunterdon	\$ 60,475	\$ 64,923	\$ 68,291	\$ 68,747	\$ 65,699	\$ 65,691	\$ 69,717	\$ 74,534	\$ 75,523	N/A
UNEMPLOYMENT RATE (d)										
Alexandria Township	5.7%	4.9%	6.4%	11.4%	11.7%	11.5%	11.8%	11.8%	8.0%	4.5%
Frenchtown Borough	3.1%	2.7%	3.5%	6.4%	6.6%	6.5%	6.7%	6.7%	6.7%	5.2%
Holland Township	4.0%	3.5%	4.5%	8.2%	8.4%	8.2%	8.4%	8.4%	7.6%	5.3%
Kingwood Township	3.8%	3.3%	4.3%	7.8%	8.0%	7.8%	8.0%	8.0%	4.9%	4.9%
Milford Borough	6.2%	5.4%	7.0%	12.4%	12.7%	12.5%	12.9%	12.9%	5.9%	5.1%

Sources:

- (a) Population information provided by the NJ Dept of Labor and Workforce Development
(b) Personal Income has been estimated based upon the municipal population and per capita personal income presented
(c) Per Capita Personal Income by County Estimated Based Upon the 2010 Census Published by the US Bureau of Economic Analysis
(d) Unemployment Data Provided by the NJ Dept of Labor and Workforce Development

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO

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

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 FULL TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Instruction:										
Regular	59.0	65.0	61.5	64.0	61.0	52.5	56.0	55.0	58.5	59.5
Special Education	14.0	14.0	16.5	14.0	34.0	31.0	28.0	25.8	25.8	13.0
Other Instruction	6.0	6.0	7.5	9.0	1.0	2.0	2.5	3.0	3.0	3.0
Support Services:										
Student and Instruction Related Services	29.0	24.0	32.5	32.0	23.3	23.3	24.3	23.8	26.8	38.5
General Administration	5.0	4.0	4.0	4.0	1.5	1.5	1.5	1.5	1.5	1.5
School Administration Services	7.0	6.0	6.0	6.0	5.0	4.0	5.0	5.0	5.0	5.0
Central Services	3.0	3.0	3.0	3.0	3.5	3.5	3.5	3.5	3.5	3.5
Administrative Information Technology					1.0	0.5	0.5	0.5	0.5	1.5
Plant Operations and Maintenance	10.0	10.0	10.0	10.0	10.5	9.5	11.0	10.5	11.5	11.5
Pupil Transportation	41.0	45.0	55.0	50.0	37.0	31.0	32.0	37.0	49.0	46.1
Total	<u>174.0</u>	<u>177.0</u>	<u>196.0</u>	<u>192.0</u>	<u>177.8</u>	<u>158.8</u>	<u>164.3</u>	<u>165.5</u>	<u>185.1</u>	<u>183.1</u>

Sources: District Personnel Records

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	Percentage Change	Teaching Staff (b)	Teacher-Student Ratio	Average Daily Enrollment (ADE) (c)	Average Daily Attendance (ADA) (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
2006	970	\$ 15,007,214	\$ 15,471	4.85%	79	1 to 12.48	931.0	900.0	2.08%	96.67%
2007	1,005	16,391,280	16,310	5.42%	85	1 to 11.82	951.5	902.2	2.20%	94.82%
2008	989	16,833,383	17,021	4.36%	85.5	1 to 11.57	987.4	928.8	3.77%	94.07%
2009	977	17,359,414	17,768	4.39%	87	1 to 11.23	955.5	905.1	-3.23%	94.73%
2010	1,018	17,475,490	17,166	-3.39%	87	1 to 11.70	965.9	914.2	1.09%	94.65%
2011	1,002	16,779,242	16,746	-2.45%	85.5	1 to 11.91	1,002.4	946.9	3.78%	94.46%
2012	972	17,513,459	18,018	7.60%	86.5	1 to 11.24	943.4	895.8	-5.89%	94.95%
2013	977	17,953,922	18,377	1.99%	85.25	1 to 11.46	961.3	908.0	1.90%	94.46%
2014	958	18,573,921	19,388	5.51%	80.00	1 to 11.98	945.3	900.3	-1.66%	95.24%
2015	899	18,655,464	20,751	7.03%	79.50	1 to 11.31	893.8	852.2	-5.45%	95.35%

Source: District Records

(a) Operating expenditures equal total expenditures less debt service, capital projects and capital outlay.

(b) Teaching staff includes only full-time equivalents or certificated staff.

(c) Average Daily Enrollment and Average Daily Attendance are obtained from the year end School Register Summary report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

District Building	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Delaware Valley Regional High School (1958)	163,000	163,000	163,000	163,000	163,000	163,000	163,000	163,000	163,000	163,000
Capacity (students)	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020
Average Daily Enrollment	970	1,005	989	977	945	1,002	943	966	945	894

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

Source: District Facilities Office

Year of original construction is shown in parentheses. Increase in square footage and capacity are the result of renovations and additions. Enrollment is based on the annual October district count.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
 SCHEDULE OF REQUIRED MAINTENANCE
 LAST TEN FISCAL YEARS

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

*School Facilities

Fiscal Year Ended	Delaware Valley Regional High School	Total
2006	\$ 72,985	\$ 72,985
2007	64,470	64,470
2008	199,868	199,868
2009	186,197	186,197
2010	159,439	159,439
2011	239,246	239,246
2012	179,706	179,706
2013	244,549	244,549
2014	363,977	363,977
2015	302,091	302,091
	<u>\$ 2,012,528</u>	<u>\$ 2,012,528</u>

*School facilities as defined under
 EFCFA (NJAC 6A:26-1.2 &
 NJAC 6:24-1.3)

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2015
(UNAUDITED)

	<u>Coverage</u>	<u>Deductible</u>
School Commercial Package Policy-NJ Schools		
Insurance Group:		
Property-Blanket Building & Contents (fund limit)	\$ 350,000,000	\$ 5,000
Comprehensive General Liability	10,000,000	
Automobile Liability	10,000,000	
Accounts Receivable	250,000	5,000
Electronic Data Processing	1,500,000	1,000
Blanket Position Bond	100,000	1,000
Public Employees' Faithful Performance-Selective Insurance Company:		
Business Administrator	250,000	
Treasurer	200,000	
School Board Legal Liability-NJ Schools		
Insurance Group:		
Policy Limit	10,000,000	10,000
Worker's Compensation-NJ Schools		
Insurance Group:		
Employers Liability	5,000,000	
Student Accident Insurance-Monarch Management Corporation:		
Policy Limit	5,000,000	
Environmental Impairment Liability-NJ Schools Insurance Group through Zurich Insurance Company:		
Liability per Incident	1,000,000	10,000
Fund Annual Aggregate	25,000,000	

Source: District Records

SINGLE AUDIT SECTION

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITOR'S REPORT

November 12, 2015

Honorable President and
Members of the Board of Education
Delaware Valley Regional High
School District
County of Hunterdon, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Delaware Valley Regional High School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements, and have issued our report thereon dated November 12, 2015.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



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

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITOR'S REPORT

November 12, 2015

Honorable President and
Members of the Board of Education
Delaware Valley Regional High
School District
County of Hunterdon, New Jersey

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

Management of The Board of Education is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Board of Education's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board of Education's internal control over compliance.

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

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

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

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

We have audited the financial statements of the District as of and for the year ended June 30, 2015, and have issued our report thereon dated November 12, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and NJ Circular 15-08 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.



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

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

Grantor/Program Title	Federal CFDA Number	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014	Carryover Amount	Cash Received	Budgetary Expenditure	Adjustment	Repayment of Prior Year Balance	Balance June 30, 2015		
											Accounts Receivable	Deferred Revenue	Due to Grantor
US Department of Education Passed													
Through State Department of Education:													
Special Revenue Fund													
NCLB Title I Part A	84.010A	NCLB-105014	\$ 17,474	07/01/2013-06/30/2014	\$ (9,912)		\$ 9,912						
NCLB Title I Part A	84.010A	NCLB-105015	19,226	07/01/2014-06/30/2015			12,750	\$ 19,226			\$ (6,476)		
NCLB Title II Part A	84.367A	NCBL-105014	11,848	07/01/2013-08/31/2014	(6,917)		6,917						
NCLB Title II Part A	84.367A	NCLB-105015	12,045	07/01/2014-06/30/2015			12,045	12,045					
IDEA Basic	84.027	IDEA-105015	185,026	07/01/2014-06/30/2015			170,978	185,026			(14,048)		
Total Special Revenue Fund					(16,829)	\$ -	212,602	216,297	\$ -	\$ -	(20,524)	\$ -	
US Department of Agriculture Passed													
Through State Department of Agriculture:													
Enterprise Fund:													
Child Nutrition Cluster:													
National School Lunch Program- Non-cash Assistance (Commodities)	10.555	N/A	17,256	07/01/2013-06/30/2014	785			785					
National School Lunch Program- Non-cash Assistance (Commodities)	10.555	N/A	17,838	07/01/2014-06/30/2015			17,838	16,677			1,161		
National School Lunch Program- Cash Assistance	10.555	N/A	37,799	07/01/2013-06/30/2014	(2,172)		2,172						
National School Lunch Program- Cash Assistance	10.555	N/A	37,844	07/01/2014-06/30/2015			35,632	37,844			(2,212)		
Total Enterprise Fund					(1,387)	-	55,642	55,306	-	-	(2,212)	1,161	
TOTAL FEDERAL FINANCIAL ASSISTANCE					\$ (18,216)	\$ -	\$ 268,244	\$ 271,603	\$ -	\$ -	\$ (22,736)	\$ 1,161	

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014		Cash Received	Budgetary Expenditure	Repayment/ Adjustment	Balance June 30, 2015			MEMO		
				Deferred Rev. (Accts. Rec.)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditures	
State Department of Education														
General Fund:														
Equalization Aid	15-495-034	\$ 3,173,700	07/01/2014-											
	-5120-078		06/30/2015			\$ 3,173,700	\$ 3,173,700						\$ 315,612	\$ 3,173,700
Categorical Special Education Aid	15-495-034	592,662	07/01/2014-										58,938	592,662
	-5120-089		06/30/2015			592,662	592,662							
Categorical Transportation Aid	15-495-034	116,642	07/01/2014-										11,599	116,642
	-5120-014		06/30/2015			116,642	116,642							
Categorical Security Aid	15-495-034	74,763	07/01/2014-										7,435	74,763
	-5120-084		06/30/2015			74,763	74,763							
Additional Adjustment Aid	15-495-034	21,693	07/01/2014-										2,157	21,693
	-5120-085		06/30/2015			21,693	21,693							
PARCC Readiness Aid	15-495-034	9,080	07/01/2014-										903	9,080
	-5120-098		06/30/2015			9,080	9,080							
Per Pupil Growth Aid	15-495-034	9,080	07/01/2014-										903	9,080
	-5120-097		06/30/2015			9,080	9,080							
Extraordinary Special Education Costs Aid	14-100-034	261,010	07/01/2013-											
	-5120-473		06/30/2014	\$ (261,010)		263,736	2,726							261,010
Extraordinary Special Education Costs Aid	15-100-034	207,020	07/01/2014-											
	-5120-473		06/30/2015				207,020		\$ (207,020)					207,020
Nonpublic Remote Transportation Aid	14-495-034	8,470	07/01/2013-											
	-5120-014		06/30/2014	(8,470)		8,470								8,470
Nonpublic Remote Transportation Aid	15-495-034	5,265	07/01/2014-											
	-5120-014		06/30/2015				5,265		(5,265)					5,265
On-Behalf TPAF Pension Contribution- Post Retirement Medical	15-495-034	569,381	07/01/2014-											
	-5094-001		06/30/2015			569,381	569,381							569,381
On-Behalf TPAF Pension Contribution- Non-Contributory Insurance	15-495-034	24,072	07/01/2014-											
	-5094-007		06/30/2015			24,072	24,072							24,072
On-Behalf TPAF Pension Contribution- Normal Costs and Accrued Liability	15-495-034	334,592	07/01/2014-											
	-5094-006		06/30/2015			334,592	334,592							334,592
Reimbursed TPAF Social Security Contribution	14-495-034	475,437	07/01/2013-											
	-5095-002		06/30/2014	(23,441)		23,441								475,437
Reimbursed TPAF Social Security Contribution	15-495-034	474,151	07/01/2014-											
	-5094-003		06/30/2015			450,788	474,151		(23,363)					474,151
Total General Fund				(292,921)	\$ -	5,672,100	5,614,827	\$ -	(235,648)	\$ -	\$ -		397,547	6,357,018
Capital Projects Fund:														
NJ School Development Authority (SDA)														
Window Replacement	G5-5197	1,041,770	07/01/2014-											
			06/30/2017				1,041,770		(1,041,770)					1,041,770
Potable Well Replacement	G5-5198	94,445	07/01/2014-											
			06/30/2015				94,445		(94,445)					94,445
PA System Replacement	G5-5200	147,090	07/01/2014-											
			06/30/2015				147,090		(147,090)					147,090
Total Capital Projects Fund				-	-	-	1,283,305	-	(1,283,305)	-	-		-	1,283,305

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014		Cash Received	Budgetary Expenditure	Repayment/ Adjustment	Balance June 30, 2015			MEMO		
				Deferred Rev. (Accts. Rec.)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditures	
<u>State Department of Agriculture</u>														
Enterprise Fund:														
State School Lunch Program	14-100-010	\$ 2,204	07/01/2013-											
	-3350-023		06/30/2014	\$ (244)		\$ 244								\$ 2,204
State School Lunch Program	15-100-010	2,143	07/01/2014-											
	-3350-023		06/30/2015			1,961	\$ 2,143		\$ (182)					2,143
Total Enterprise Fund				(244)	\$ -	2,205	2,143	\$ -	(182)	\$ -	\$ -	\$ -		4,347
TOTAL STATE FINANCIAL ASSISTANCE				\$ (293,165)	\$ -	\$ 5,674,305	\$ 6,900,275	\$ -	\$ (1,519,135)	\$ -	\$ -	\$ 397,547		\$ 7,644,670

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2015

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP OF BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$11,328) for the general fund, \$728 for the Special Revenue Fund and (\$1,172,570) for the Capital Projects Fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds and Exhibit F-2 for the Capital Projects Funds.

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

	<u>Local</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund			\$ 5,603,499	\$ 5,603,499
Special Revenue Fund	\$ 11,242	\$ 217,892		229,134
Capital Projects Fund			110,735	110,735
Food Service Fund		55,306	2,143	57,449
	<u>\$ 11,242</u>	<u>\$ 273,198</u>	<u>\$ 5,716,377</u>	<u>\$ 6,000,817</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2015

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

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

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued: Unmodified

Internal Control Over Financial Reporting:

1. Material weakness(es) identified? _____ Yes _____ No
2. Reportable conditions identified
that are not considered to be material
weaknesses? _____ Yes _____ No

Noncompliance Material to Financial Statements Noted? _____ Yes _____ No

Federal Awards

Internal Control Over Major Programs: NOT APPLICABLE

1. Material weakness(es) identified? _____ Yes _____ No
2. Reportable conditions identified
that are not considered to be material
weaknesses? _____ Yes _____ No

Type of Auditor's Report Issued on Compliance
for Major Programs? _____

Any Audit Findings Disclosed that are Required
to be Reported in Accordance with Section .510
(a) of Circular A-133 _____ Yes _____ No

Identification of Major Programs:

CFDA Numbers Amount Name of Federal Program

NOT APPLICABLE

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Federal Awards (Cont'd)

Dollar Threshold used to Distinguish Between
Type A and Type B Programs: NOT APPLICABLE

Auditee qualified as a low-risk auditee Yes No

State Awards

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

Auditee Qualified as low-risk auditee X Yes No

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

Internal Control Over Major Programs:

1. Material weakness(es) identified? Yes X No

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

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

Identification of Major Programs:

<u>GMIS Numbers</u>	<u>Amount</u>	<u>Name of State Program</u>
15-495-034-5120-014	\$ 116,642	Categorical Transportation Aid
15-495-034-5120-089	592,662	Categorical Special Education Aid
15-495-034-5120-078	3,173,700	Equalization Aid
Various	1,283,305	NJ School Development Authority Aid

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

SECTION II-FINANCIAL STATEMENT FINDINGS

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

There were no prior year findings or questioned costs.