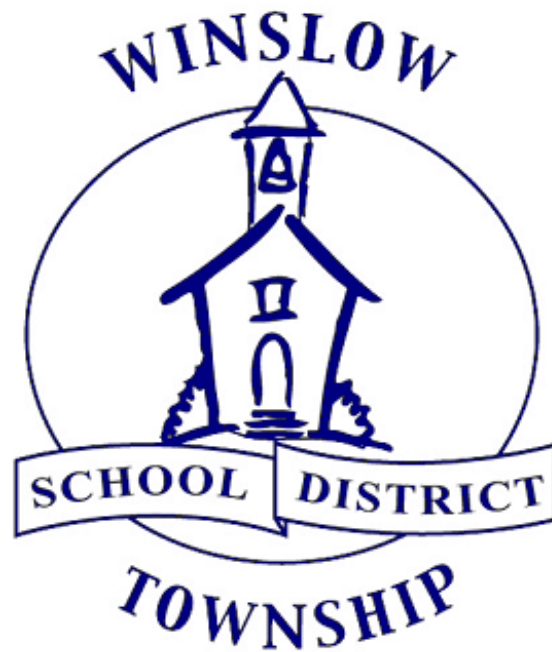


**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WINSLOW
SCHOOL DISTRICT**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2016**

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
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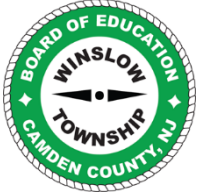
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INTRODUCTORY SECTION



WINSLOW TOWNSHIP BOARD OF EDUCATION

40 Cooper Folly Road, Atco, New Jersey 08004-2620

Telephone: (856) 767-2850 Fax: (856) 768-2765

**H. Major Poteat, Ed.D.
Superintendent**

**Tyra McCoy-Boyle
Business Admin. /Board Sec.**

November 1, 2016

Honorable President and
Members of the Board of Education
Township of Winslow School District
County of Camden
Atco, New Jersey 08004

Dear Board Members:

The comprehensive annual financial report of the Winslow Township School District (District) for the fiscal year ended June 30, 2016, 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 presented 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 the transmittal letter, Management's Discussion and Analysis (MD&A), 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 Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State of New Jersey Circular 15-08-0MB, "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 compliance with requirements applicable to each major program and internal control over compliance in accordance with Title 2 U.S. Code of Federal Regulations Part 200 and State of New Jersey Circular 15-08-0MB, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES

The Township of Winslow was created by an act of the Senate and General Assembly on March 8, 1845. Winslow Township, created from a part of Gloucester Township, contains 57.4 square miles. The Winslow Township community is made up of the smaller towns of: Albion, Ancora, Atco, Blue Anchor, Braddock, Cedar Brook, Elm, Rosedale, Sicklerville, Tansboro, West Atco, Waterford Works, and Winslow. The western end of the Township has become mostly residential, while the eastern end still contains many family farms. The residential population of the community is approximately 39,500. The Winslow Township Municipal Building is located at 125 South Rt. 73 in the Braddock section of the Township and the Board of Education is located at 40 Coopers Folly Road in Atco.

Winslow Township School District, with a current enrollment of approximately 4,900 pupils and, in its current configuration as a PK-12 school district, was formed July 1, 2001 after the Lower Camden County Regional School District #1 (LCCR) was dissolved by public referendum in 1998. Prior to July 2001, the Winslow Township School District had a PK-6 grade level configuration with a pupil population of approximately 3,500, sending both junior and senior high school students to the LCCR Edgewood Junior and Senior High Schools.

The District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Winslow Township Board of Education and its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, as well as special education for handicapped youngsters.

2. MAJOR INITIATIVES

The following initiatives have been supported by the Annual School District Budgets and were accomplished during this period:

- o Textbook Adoptions
 - o Expanded Super Kids Reading Program
 - o AP Biology
 - o AP Psychology
 - o Environmental Science
 - o General Biology
 - o Sociology
 - o Chemistry
 - Street Law

2. **MAJOR INITIATIVES (CONT'D)**

- o Program Initiatives
 - o Life Skills Program – Middle School
 - o Environmental STEM Program – Middle School
 - o Journalism Class – Middle School
 - o Technology purchases of additional chromebooks
 - o Computers purchased for Science program

- o Facilities
 - o HVAC upgrades at the Middle and High Schools
 - o Replaced unit ventilators in the Middle School
 - o Rehabilitation of the Courtyard Drainage – School #2
 - o Demolition of Buildings at Blue Anchor
 - o Window Replacement project at the Middle School
 - o Renovation of Environmental STEM classroom - Middle School
 - o Mulched all playgrounds
 - o Sanded and refinished gym floors in main and auxiliary gyms - School No. 5, 6, Middle School and High School
 - o Repainted parking lot lines and curbs throughout the district

- o Transportation
 - o Purchased 7 new buses
 - o Purchased 4 new 7 passenger vans for transporting students
 - o Continued to Install/upgrade security cameras in the district's bus fleet
 - o Installed new security camera systems at the bus garage
 - o Provided internet access at the bus garage

- o Capital Improvements

Capital improvements continue to provide for maintaining our structures. The District is committed to several projects which include an addition to School #4, which will provide 11 new classrooms and a gym facility, the replacement of classroom floors in the older section of the High School and the updating of the front elevation of the High School, which includes a security entry and ADA upgrades.

3. INTERNAL ACCOUNTING CONTROLS

The Administrative Staff (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 Accounting Principles Generally Accepted in the United States of America (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognized 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 awards and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

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

4. 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 canceled or are included as reappropriations of fund balance in the subsequent year. Amounts to be reappropriated are reported as reservations of fund balance at June 30, 2016.

5. 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.

6. DEBT ADMINISTRATION

At June 30, 2016 the District's outstanding debt issues included \$10,410,000 of general obligation bonds.

7. CASH MANAGEMENT

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

8. RISK MANAGEMENT

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

9. OTHER INFORMATION

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Bowman and Company LLP was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200 and State Treasury Circular Letter 15-08 OMB. This auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10. ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the Winslow Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the Winslow 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,

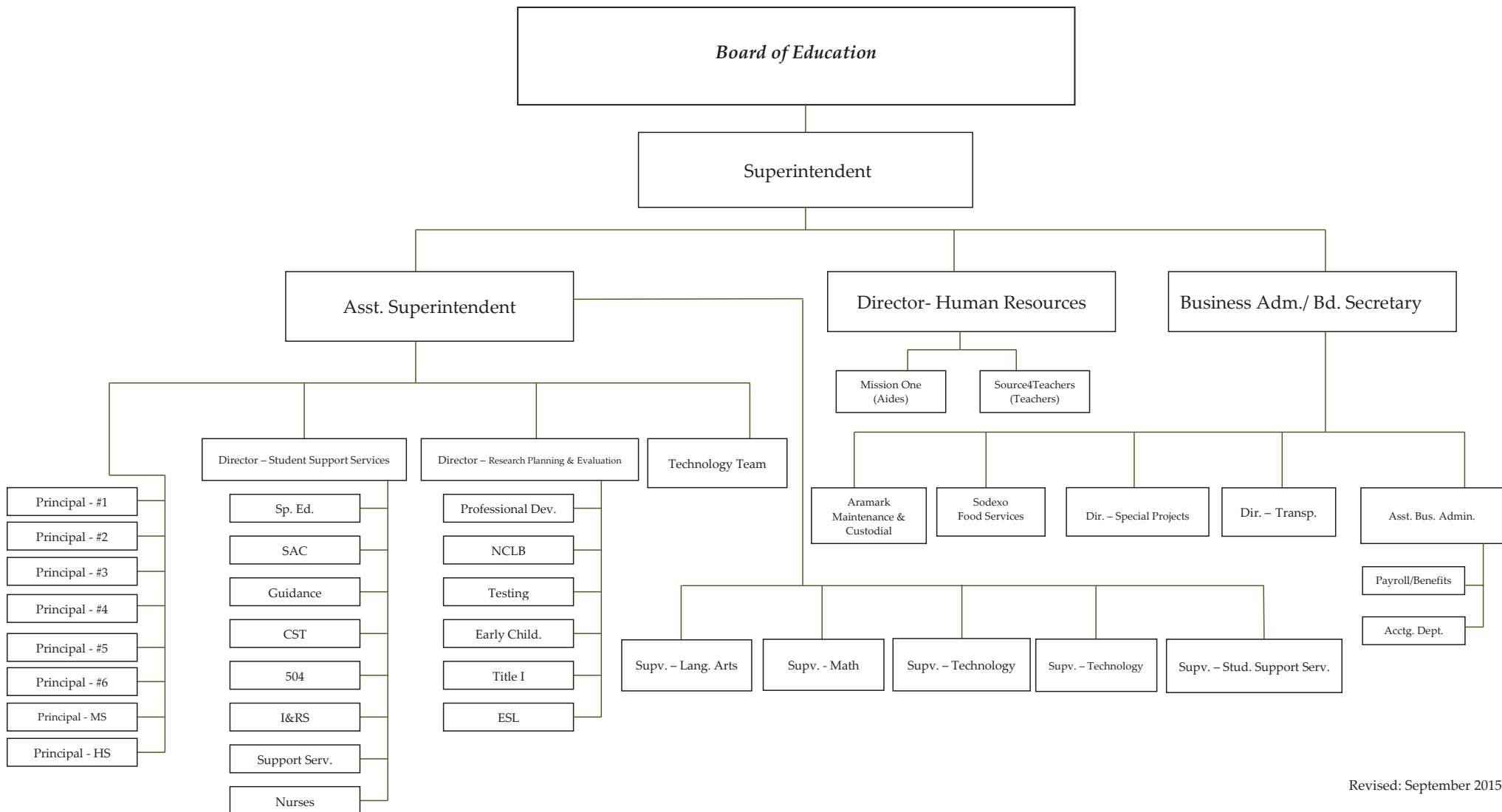


Dr. H. Major Poteat
Superintendent



Tyra McCoy-Boyle
Business Administrator/Board Secretary

**Winslow Township Board of Education
2015-2016 Organizational Chart**



Revised: September 2015

**BOARD OF EDUCATION
WINSLOW TOWNSHIP SCHOOL DISTRICT
WINSLOW, NEW JERSEY**

ROSTER OF OFFICIALS

JUNE 30, 2016

<u>Members of the Board of Education</u>	<u>Title</u>	<u>Term Expires</u>
Cheryl Pitts	President	2018
Julie A. Peterson	Vice President	2016
Paul A. Hilton		2017
Gail Watkins		2018
LaVonyia B. Wilson-Mitchell		2018
Lorraine Dredden		2017
Carlos Vascos		2017
Larry Blake		2016
Hassan Wilcox		2016
 <u>Other Officials</u>		
H. Major Poteat, Ed.D.	Superintendent	
Tyra McCoy-Boyle	Board Secretary/School Business Administrator	
Howard Long, Jr. Esq.	Solicitor	

**BOARD OF EDUCATION
WINSLOW TOWNSHIP SCHOOL DISTRICT
WINSLOW, NEW JERSEY**

CONSULTANTS AND ADVISORS

JUNE 30, 2016

Architect/Engineer

Garrison Architects
713 Creek Road
Bellmawr, New Jersey 08031

Audit Firm

Bowman & Company LLP
601 White Horse Road
Voorhees, New Jersey 08043

Attorney

Wade, Long, Wood & Long, LLC
1250 Chews Landing Road, Suite 1
Laurel Springs, New Jersey 08021

Insurance Broker

Conner Strong & Buckelew
40 Lake Center Executive Park
401 Route 73 North
Marlton, New Jersey 08053

Official Depositories

TD Bank
247 South White Horse Pike
Berlin, New Jersey 08009

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Winslow School District
County of Camden, 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 Township of Winslow School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Winslow School District, in the County of Camden, State of New Jersey, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal 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, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, and schedule of the School District's contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Winslow School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

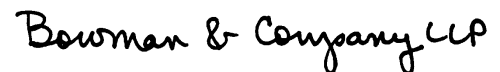
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The introductory section and statistical section listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any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


Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2016 on our consideration of the Township of Winslow School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Winslow School District's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Carol A. McAllister
Certified Public Accountant
Public School Accountant No. CS 238400

Voorhees, New Jersey
November 1, 2016

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Winslow School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated November 1, 2016.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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.

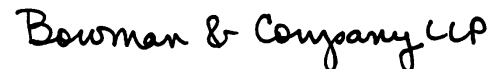
Compliance and Other Matters

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

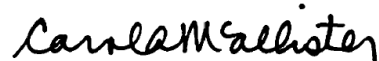
Purpose of this Report

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Carol A. McAllister
Certified Public Accountant
Public School Accountant No. CS 238400

Voorhees, New Jersey
November 1, 2016

**REQUIRED SUPPLEMENTARY INFORMATION
PART I**

Township of Winslow School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

As management of the Township of Winslow School District, we offer readers of the Township of Winslow School District's financial statements this narrative overview and analysis of the financial activities of the Township of Winslow School District for the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to look at the Township of Winslow School District's financial performance as a whole; readers should also review the information furnished in our letter of transmittal, notes to the basic financial statements, and financial statements to enhance their understanding of the Township of Winslow School District's financial performance.

Financial Highlights

- Net Position - In total, Net Position increased **\$10,819,674** which represents a **14.6%** increase from 2014-2015.
- General Revenues – General revenues accounted for **\$93,252,166** in revenue or **73.1%** of all revenues. Program specific revenues in the form of charges for services, and operating grants and contributions, accounted for **\$34,285,625** or **26.9%** of total revenues of **\$127,537,791**
- The School District had **\$116,718,116** in expenses; **\$34,285,625** of these expenses were offset by program specific charges for services, grants or contributions.
- Among major funds, the General Fund had **\$104,289,131** in revenues, **\$95,258,111** in expenditures and **\$10,817,250** in other financing uses. The General Fund's balance decreased **\$1,786,229** from 2015.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Township of Winslow School District's basic financial statements. The Township of Winslow School District's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements themselves.

Government-wide Financial Statements - The government-wide financial statements are designed to provide readers with a broad overview of the Township of Winslow School District's finances, in a manner similar to a private-sector business.

The statement of net position (A-1) presents information on all of the Township of Winslow School District's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Township of Winslow School District is improving or deteriorating.

The statement of activities (A-2) presents information showing how the Township of Winslow School District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused sick leave).

Both of the government-wide financial statements distinguish functions of the Township of Winslow School District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Township of Winslow School District include the education of students in grades Pre-K through 12 at the Township of Winslow School District's eight schools. The business-type activities of the Township of Winslow School District include a food service program and a before-after school child care program. The District ceased operating the Regional Day School effective June 20, 2011.

Township of Winslow School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited) (Cont'd)

Fund Financial Statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Township of Winslow School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township of Winslow School District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds - Most of the Township of Winslow School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future periods. These funds are reported using an accounting method called modified accrual basis of 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 Township of Winslow 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 Township of Winslow School District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, special revenue fund, capital projects fund and the debt service fund, all of which are considered to be major funds.

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.

Also, the Township of Winslow School District adopts an annual budget for each of its governmental funds with the exception of the capital projects fund. Budgetary comparison schedules have been provided for each to demonstrate compliance with the budgets.

Proprietary Funds – Proprietary funds are used to account for ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. There are two types of proprietary funds; enterprise funds and internal services funds. The Township of Winslow School District only uses enterprise funds. Enterprise funds are used to report an activity for which a fee is charged to external users for goods or services. The District uses enterprise funds to account for its food service and before-after school child care program.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the food service and before-after school child care programs.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Township of Winslow School District's own programs. The District uses trust and agency funds to account for resources held for student activities and groups, and for payroll transactions.

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

Township of Winslow School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited) (Cont'd)

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Township of Winslow School District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by **\$85,145,088** at the close of the most recent fiscal year. The table below provides a summary of the School District's net position for June 30, 2016 and 2015.

Winslow Township School District		
Net Position		
	June 30, 2016	June 30, 2015
		(Restated)
Current and Other Assets	\$ 34,870,307	\$ 31,157,562
Capital Assets	<u>80,132,442</u>	<u>76,113,867</u>
Total Assets	<u>115,002,749</u>	<u>107,271,429</u>
Deferred Loss on Defeasance of Debt	480,482	604,477
Related to Pensions	<u>2,727,242</u>	<u>1,252,658</u>
Total Deferred Outflows of Resources	<u>3,207,724</u>	<u>1,857,135</u>
Other Liabilities	4,718,880	5,551,310
Noncurrent Liabilities	<u>27,535,380</u>	<u>28,510,548</u>
Total Liabilities	<u>32,254,260</u>	<u>34,061,858</u>
Deferred Inflows of Resources		
Related to Pensions	<u>811,125</u>	<u>741,293</u>
Net Position:		
Invested in Capital Assets, net of related debt	69,612,671	62,895,738
Restricted	31,465,712	27,578,078
Unrestricted	<u>(15,933,295)</u>	<u>(16,148,403)</u>
Total Net Position	<u>\$ 85,145,088</u>	<u>\$ 74,325,413</u>

Township of Winslow School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited) (Cont'd)

The table below reflects changes in net position for 2016 and 2015.

	<u>2016</u>	<u>2015</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 5,618,104	\$ 1,661,292
Operating Grants & Contributions	28,667,521	18,239,284
General Revenues:		
Property Taxes	47,292,440	46,667,561
Federal & State Aid Not Restricted	44,756,883	41,233,297
Federal & State Aid Restricted	631,651	5,240,926
Local Share of Capital Projects		3,757,063
Tuition		3,594,001
Other	571,192	387,646
Total Revenues	<u>127,537,791</u>	<u>120,781,069</u>
Program Expenses		
Governmental Activities:		
Instruction:		
Regular	28,195,541	27,848,037
Special Education	9,317,847	9,215,624
Other Special Education	1,780,453	1,766,258
Support Services:		
Tuition	6,552,692	6,564,838
Student & Instruction Related Services	10,567,715	10,427,942
General Administrative Services	951,311	997,016
School Administrative Services	3,408,837	3,442,819
Plant Operation and Maintenance	8,526,263	8,768,750
Central Services	1,000,939	1,087,314
Administrative Information Technology	846,775	742,704
Pupil Transportation	7,656,986	7,487,815
Unallocated Benefits	33,375,250	28,477,070
Special Schools		
Transfer of Funds to Charter School	472,183	475,013
Debt Service	354,077	470,341
Building Depreciation	553,245	550,795
Total Expenses, Governmental Activities	<u>113,560,114</u>	<u>108,322,335</u>
Business-type Activities:		
Food Service	2,511,813	2,266,034
After School Child Care	646,190	610,841
Total Expenses Business-Type Activities	<u>3,158,003</u>	<u>2,876,875</u>
Total Expenses	<u>116,718,117</u>	<u>111,199,210</u>
Increase in Net Position	10,819,674	9,581,859
Net Position, July 1	<u>74,325,413</u>	<u>64,793,832</u>
Prior Period Adjustment - Adjustment to Accounts Receivable Balance		(50,279)
Net Position, June 30	<u>\$ 85,145,087</u>	<u>\$ 74,325,413</u>

Township of Winslow School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited) (Cont'd)

- The largest portion of the District's net position reflects its investment in capital assets (e.g., land, buildings and improvements, and furniture and equipment); less any related debt (general obligation bonds payable less unspent bond proceeds) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.
- An additional portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position*, if any, may be used to meet the District's ongoing obligations to students, employees, and creditors.

Financial Analysis of the District's Funds

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

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

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of **\$29,241,698**, an increase of **\$4,052,986** from the prior year.

Of the combined ending funding balances of **\$29,241,698**, **(\$2,224,014)** constitutes unassigned (deficit) fund balance (does not include final state aid payments of **\$4,318,314**) The remainder of fund balance is either restricted or assigned as indicated that it is not available for new spending because it has already been committed. For example, to liquidate contracts and purchase orders of the prior period fund balance of **\$2,871,920** is assigned.

The general fund is the main operating fund in the District. At the end of the current fiscal year, unassigned (deficit) fund balance of the general fund was **(\$2,154,359)** (does not include final state aid payments of **\$4,248,659**), while total fund balance was **\$19,712,447.73**. The fund balance of the District's general fund at June 30, 2016 decreased by **\$1,786,229** over the previous year.

The capital projects fund has a total fund balance of **\$9,598,904** which will be utilized to complete improvements and renovations to District schools as approved in the previous years' budgets. This fund balance at June 30, 2016 has increased by **\$6,047,019** over the previous year.

Proprietary Funds - The District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net positions in the food service and before and after school programs were **\$874,505** and **\$915,635** compared to **\$690,563** and **\$619,306** in the prior year. Other factors concerning the finance of this fund have already been addressed in the discussion of the District's business-type activities.

Township of Winslow School District
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2016
 (Unaudited) (Cont'd)

Capital Asset and Debt Administration

Capital Assets

The Township of Winslow School District's investment in capital assets for its governmental and business-type activities as of June 30, 2016 amounts to **\$80,132,442** (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, and equipment.

Winslow Township School District Capital Assets		
	June 30, 2016	June 30, 2015
Land and Land Improvements	\$ 5,030,407	\$ 5,048,797
Construction in Progress	7,298,954	1,019,282
Building and Building Improvements	107,540,468	107,708,078
Furniture and Equipment	<u>16,057,275</u>	<u>14,708,818</u>
Total Capital Assets	135,927,104	128,484,975
Less: Accumulated Depreciation	<u>(55,794,662)</u>	<u>(52,371,108)</u>
Net Capital Assets	<u><u>\$ 80,132,442</u></u>	<u><u>\$ 76,113,867</u></u>

Additional information on the Township of Winslow School District's capital assets can be found in Note 7.

Long-term Debt Administration

Additional information on the District's long-term debt can be found in Note 8 to the basic financial statements.

Economic Factors

For the 2015-16 school year, the Township of Winslow School District was able to sustain its budget through the township tax levy, federal aid, state aid and miscellaneous revenue sources. Despite unpredictable funding from the State of New Jersey, the district manages to provide an excellent educational opportunity for all the School District students. The School District's budget has grown steadily over the past 5 years. The 2010-2011 budget reflected a spending plan of **\$100,321,022**, the 2015-2016 budget contemplates spending **\$108,508,151**, an increase of **8.2%**. These increases are the result of salary increases and cost increases for health benefits and property insurances.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Office of the School Business Administrator at:

Winslow Township Board of Education
 40 Coopers Folly Road
 Atco, NJ 08004

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Statement of Net Position
June 30, 2016

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 3,575,019.74	\$ 1,723,413.20	\$ 5,298,432.94
Receivables, net	6,934,474.56	224,128.01	7,158,602.57
Prepaid Expenses		5,116.25	5,116.25
Inventory		92,666.91	92,666.91
Restricted Cash and Cash Equivalents	22,315,487.73		22,315,487.73
Capital Assets, net	<u>80,028,212.00</u>	<u>104,230.38</u>	<u>80,132,442.38</u>
Total Assets	<u>112,853,194.03</u>	<u>2,149,554.75</u>	<u>115,002,748.78</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Loss on Defeasance of Debt Related to Pensions (Note 10)	480,481.87		480,481.87
	<u>2,727,242.00</u>		<u>2,727,242.00</u>
Total Deferred Outflows of Resources	<u>3,207,723.87</u>	<u>-</u>	<u>3,207,723.87</u>
LIABILITIES:			
Accounts Payable:			
Other	2,811,200.58	315,191.90	3,126,392.48
Related to Pensions	615,470.00		615,470.00
Contracts Payable	6,537.90		6,537.90
Other Current Liabilities	150,877.98		150,877.98
Payable to State Government	78,716.12		78,716.12
Accrued Interest	160,710.42		160,710.42
Unearned Revenue	535,952.01	44,223.04	580,175.05
Noncurrent Liabilities:			
Due within One Year	2,857,712.20		2,857,712.20
Due beyond One Year	<u>24,677,668.17</u>		<u>24,677,668.17</u>
Total Liabilities	<u>31,894,845.38</u>	<u>359,414.94</u>	<u>32,254,260.32</u>
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 10)	<u>811,125.00</u>	<u>-</u>	<u>811,125.00</u>
NET POSITION:			
Net Investment in Capital Assets	69,508,440.79	104,230.38	69,612,671.17
Restricted for:			
Other Purposes	21,866,806.59		21,866,806.59
Capital Projects	9,598,903.73		9,598,903.73
Debt Service	1.28		1.28
Unrestricted (Deficit)	<u>(17,619,204.87)</u>	<u>1,685,909.43</u>	<u>(15,933,295.44)</u>
Total Net Position	<u>\$ 83,354,947.52</u>	<u>\$ 1,790,139.81</u>	<u>\$ 85,145,087.33</u>

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2016

Functions / Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular Instruction	\$ 28,195,540.58	\$ 3,637,579.52	\$ 3,406,466.67		\$ (21,151,494.39)		\$ (21,151,494.39)
Special Education Instruction	9,317,846.55				(9,317,846.55)		(9,317,846.55)
Other Special Instruction	1,780,453.16				(1,780,453.16)		(1,780,453.16)
Support Services:							
Tuition	6,552,692.18				(6,552,692.18)		(6,552,692.18)
Student and Instruction Related Services	10,567,715.15		1,343,332.35		(9,224,382.80)		(9,224,382.80)
General Administration	951,310.95				(951,310.95)		(951,310.95)
School Administration	3,408,836.89				(3,408,836.89)		(3,408,836.89)
Central Services	1,000,939.29				(1,000,939.29)		(1,000,939.29)
Administration Information Technology	846,775.03				(846,775.03)		(846,775.03)
Plant Operations and Maintenance	8,526,262.62				(8,526,262.62)		(8,526,262.62)
Pupil Transportation	7,656,985.56	168,988.75			(7,487,996.81)		(7,487,996.81)
Unallocated Benefits	33,375,249.95		20,673,377.70		(12,701,872.25)		(12,701,872.25)
Transfer to Charter School	472,183.00				(472,183.00)		(472,183.00)
Interest on Long-Term Debt	354,076.72		1,429,048.00		1,074,971.28		1,074,971.28
Building Depreciation	553,245.00				(553,245.00)		(553,245.00)
Total Governmental Activities	113,560,112.63	3,806,568.27	26,852,224.72	-	(82,901,319.64)	-	(82,901,319.64)
Business-Type Activities:							
Food Service	2,511,813.37	869,017.24	1,815,295.88			\$ 172,499.75	172,499.75
Before-After School Program	646,190.31	942,518.94				296,328.63	296,328.63
Total Business-Type Activities	3,158,003.68	1,811,536.18	1,815,295.88	-	-	468,828.38	468,828.38
Total Primary Government	\$ 116,718,116.31	\$ 5,618,104.45	\$ 28,667,520.60	\$ -	(82,901,319.64)	468,828.38	(82,432,491.26)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, net					45,799,758.00		45,799,758.00
Taxes Levied for Debt Service					1,492,682.00		1,492,682.00
Federal and State Aid not Restricted					44,756,882.75		44,756,882.75
Federal and State Aid Restricted					631,650.70		631,650.70
Miscellaneous Income					538,628.99		538,628.99
Gain/Loss on Disposal of Capital Assets					21,120.99	11,442.27	32,563.26
Total General Revenues and Gain/Loss on Disposal of Capital Assets					93,240,723.43	11,442.27	93,252,165.70
Change in Net Position					10,339,403.79	480,270.65	10,819,674.44
Net Position -- July 1 (Restated)					73,015,543.73	1,309,869.16	74,325,412.89
Net Position -- June 30					\$ 83,354,947.52	\$ 1,790,139.81	\$ 85,145,087.33

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

FUND FINANCIAL STATEMENTS

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2016

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 3,575,019.74	\$ 14,630.94	\$ 8,397,140.37	\$ 1.28	\$ 11,986,792.33
Receivables, net	940,800.17	3,360.00			944,160.17
Due from Other Funds	89,951.13				89,951.13
Receivables from Other Governments	3,570,257.68	826,293.80	1,508,848.78		5,905,400.26
Restricted Cash	13,903,715.14				13,903,715.14
Total Assets	<u>\$ 22,079,743.86</u>	<u>\$ 844,284.74</u>	<u>\$ 9,905,989.15</u>	<u>\$ 1.28</u>	<u>\$ 32,830,019.03</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 2,216,418.15	\$ 294,234.91	\$ 300,547.52		\$ 2,811,200.58
Contracts Payable			6,537.90		6,537.90
Interfunds Payable	52,846.37	5,037.00			57,883.37
Other Current Liabilities	98,031.61				98,031.61
Payable to State Government		78,716.12			78,716.12
Unearned Revenue		535,952.01			535,952.01
Total Liabilities	<u>2,367,296.13</u>	<u>913,940.04</u>	<u>307,085.42</u>	<u>-</u>	<u>3,588,321.59</u>
Fund Balances:					
Restricted:					
Capital Reserve	11,899,759.34				11,899,759.34
Maintenance Reserve	2,003,955.80				2,003,955.80
Capital Projects			9,598,903.73		9,598,903.73
Debt Service				\$ 1.28	1.28
Excess Surplus -- Designated for Subsequent Year's Expenditures	2,213,981.00				2,213,981.00
Excess Surplus	2,649,120.00				2,649,120.00
Assigned:					
Subsequent Year's Expenditures - SEMI ARRA	85,665.78				85,665.78
Subsequent Year's Expenditures - - SEMI FY13-14 Cost Settlement	142,404.74				142,404.74
Other Purposes	2,871,919.93				2,871,919.93
Unassigned (Deficit)	(2,154,358.86)	(69,655.30)			(2,224,014.16)
Total Fund Balances	<u>19,712,447.73</u>	<u>(69,655.30)</u>	<u>9,598,903.73</u>	<u>1.28</u>	<u>29,241,697.44</u>
Total Liabilities and Fund Balances	<u>\$ 22,079,743.86</u>	<u>\$ 844,284.74</u>	<u>\$ 9,905,989.15</u>	<u>\$ 1.28</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$134,954,218.00 and the accumulated depreciation is \$54,926,006.00	80,028,212.00
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(13,447,662.37)
Losses arising from the issuance of refunding bonds that are a result of the difference in the carrying value of the refunded bonds and the new bonds are deferred and amortized over the life of the new bonds.	480,481.87
Interest on long term debt in the statement of activities is accrued, regardless when due.	(160,710.42)
Net pension liability	(14,087,718.00)
Accounts payable related to the April 1, 2017 required PERS pension contribution that is not to be liquidated with current financial resources.	(615,470.00)
Deferred outflows of resources - related to pensions	2,727,242.00
Deferred inflows of resources -related to pensions	(811,125.00)
Net position of governmental activities	<u>\$ 83,354,947.52</u>

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Fiscal Year Ended June 30, 2016

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local Tax Levy	\$ 45,799,758.00			\$ 1,492,682.00	\$ 47,292,440.00
Tuition Charges	3,637,579.52				3,637,579.52
Transportation Fees	168,988.75				168,988.75
Miscellaneous	500,399.31	\$ 38,229.68			538,628.99
State Sources	53,870,252.10	1,489,949.44	\$ 624,640.18	1,429,048.00	57,413,889.72
Federal Sources	312,153.43	3,197,456.02			3,509,609.45
Total Revenues	<u>104,289,131.11</u>	<u>4,725,635.14</u>	<u>624,640.18</u>	<u>2,921,730.00</u>	<u>112,561,136.43</u>
EXPENDITURES:					
Current:					
Regular Instruction	24,625,549.91	3,406,466.67			28,032,016.58
Special Education Instruction	9,317,846.55				9,317,846.55
Other Special Instruction	1,780,453.16				1,780,453.16
Support Services and Undistributed Costs:					
Tuition	5,209,359.83	1,343,332.35			6,552,692.18
Student and Instruction Related Services	10,552,605.15				10,552,605.15
General Administration	947,832.95				947,832.95
School Administration	3,408,537.89				3,408,537.89
Central Services	1,000,435.29				1,000,435.29
Administration Information Technology	695,021.03				695,021.03
Plant Operations and Maintenance	6,362,979.62				6,362,979.62
Pupil Transportation	7,027,509.56				7,027,509.56
Unallocated Benefits	21,524,574.72				21,524,574.72
Transfer to Charter School	472,183.00				472,183.00
Debt Service:					
Principal				2,670,000.00	2,670,000.00
Interest and Other Charges				428,359.38	428,359.38
Capital Outlay	2,333,221.84	7,010.52	5,394,871.65		7,735,104.01
Total Expenditures	<u>95,258,110.50</u>	<u>4,756,809.54</u>	<u>5,394,871.65</u>	<u>3,098,359.38</u>	<u>108,508,151.07</u>
Excess (Deficit) of Revenues over Expenditures	<u>9,031,020.61</u>	<u>(31,174.40)</u>	<u>(4,770,231.47)</u>	<u>(176,629.38)</u>	<u>4,052,985.36</u>
OTHER FINANCING SOURCES (USES):					
Transfer to Capital Projects Fund	(10,817,250.00)		10,817,250.00		-
Total Other Financing Sources (Uses)	<u>(10,817,250.00)</u>	<u>-</u>	<u>10,817,250.00</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(1,786,229.39)	(31,174.40)	6,047,018.53	(176,629.38)	4,052,985.36
Fund Balance -- July 1	21,498,677.12	(38,480.90)	3,551,885.20	176,630.66	25,188,712.08
Fund Balance -- June 30	<u>\$ 19,712,447.73</u>	<u>\$ (69,655.30)</u>	<u>\$ 9,598,903.73</u>	<u>\$ 1.28</u>	<u>\$ 29,241,697.44</u>

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

TOWNSHIP OF WINSLOW 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, 2016

Total Net Change in Fund Balances - Governmental Funds		\$ 4,052,985.36
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation Expense	\$ (3,695,729.00)	
Debt Service Assessment Charged to Capital Outlay	(26,043.00)	
Capital Outlays	<u>7,735,104.01</u>	4,013,332.01
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		2,670,000.00
The issuance of long-term debt (bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
		28,357.95
Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This amount is the net effect of the difference in the treatment of interest on long-term debt.		
		71,967.71
The net effect of gain on disposal of capital assets.		
		21,120.99
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		(198,403.23)
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		
		<u>(319,957.00)</u>
Change in Net Position of Governmental Activities		<u>\$ 10,339,403.79</u>

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Proprietary Funds
 Statement of Net Position
 June 30, 2016

	Business-Type Activities - Enterprise Funds		
	<u>Food Service</u>	<u>Before-After School Program</u>	<u>Totals</u>
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 738,095.90	\$ 985,317.30	\$ 1,723,413.20
Accounts Receivable:			
State	3,707.47		3,707.47
Federal	114,773.92		114,773.92
Other	16,024.81	74,288.10	90,312.91
Interfund Accounts Receivable:			
Due Before and After School	6,029.60		6,029.60
Due Students, Net	15,333.71		15,333.71
Prepaid Expenses		5,116.25	5,116.25
Inventories	92,666.91		92,666.91
Total Current Assets	<u>986,632.32</u>	<u>1,064,721.65</u>	<u>2,051,353.97</u>
Noncurrent Assets:			
Equipment	972,886.38		972,886.38
Less Accumulated Depreciation	(868,656.00)		(868,656.00)
Total Noncurrent Assets	<u>104,230.38</u>	<u>-</u>	<u>104,230.38</u>
Total Assets	<u>1,090,862.70</u>	<u>1,064,721.65</u>	<u>2,155,584.35</u>
LIABILITIES:			
Current Liabilities:			
Interfund Accounts Payable:			
Due General Fund	56,352.13	26,693.20	83,045.33
Due Food Service		6,029.60	6,029.60
Accounts Payable	160,005.55	72,141.02	232,146.57
Unearned Revenue		44,223.04	44,223.04
Total Liabilities	<u>216,357.68</u>	<u>149,086.86</u>	<u>365,444.54</u>
NET POSITION:			
Net Investment in Capital Assets	104,230.38		104,230.38
Unrestricted	770,274.64	915,634.79	1,685,909.43
Total Net Position	<u>\$ 874,505.02</u>	<u>\$ 915,634.79</u>	<u>\$ 1,790,139.81</u>

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2016

	Business-Type Activities - Enterprise Fund		
	<u>Food Service</u>	<u>Before-After School Program</u>	<u>Total Enterprise</u>
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 397,475.10		\$ 397,475.10
Daily Sales - Non-Reimbursable Programs	420,342.24		420,342.24
Other Sales	51,199.90		51,199.90
Tuition		<u>\$ 942,518.94</u>	<u>942,518.94</u>
Total Operating Revenues	<u>869,017.24</u>	<u>942,518.94</u>	<u>1,811,536.18</u>
OPERATING EXPENSES:			
Management Fees	169,054.84		169,054.84
Salaries	757,448.27	73,540.93	830,989.20
Employee Benefits	224,709.43	27,220.54	251,929.97
Other Purchased Services	60,107.89	512,542.16	572,650.05
General Supplies	142,074.50	14,886.68	156,961.18
Depreciation	23,478.00		23,478.00
Cleaning, Repairs and Maintenance	33,307.02	18,000.00	51,307.02
Insurance	32,729.30		32,729.30
Cost of Sales - Reimbursable Programs	893,496.95		893,496.95
Cost of Sales - Non-Reimbursable Programs	175,407.17		175,407.17
Total Operating Expenses	<u>2,511,813.37</u>	<u>646,190.31</u>	<u>3,158,003.68</u>
Operating Income / (Loss)	<u>(1,642,796.13)</u>	<u>296,328.63</u>	<u>(1,346,467.50)</u>
NONOPERATING REVENUES (EXPENSES):			
State Sources:			
State School Lunch Program	27,609.66		27,609.66
Federal Sources:			
National School Lunch Program	1,255,454.61		1,255,454.61
National School Breakfast Program	287,057.41		287,057.41
Summer Food Service Program	54,666.92		54,666.92
Food Distribution Program	190,507.28		190,507.28
Gain on Disposal of Equipment	11,442.27		11,442.27
Total Nonoperating Revenues (Expenses)	<u>1,826,738.15</u>	<u>-</u>	<u>1,826,738.15</u>
Change in Net Position	<u>183,942.02</u>	<u>296,328.63</u>	<u>480,270.65</u>
Net Position -- July 1	690,563.00	669,584.71	1,360,147.71
Prior Period Adjustment	<u>-</u>	<u>(50,278.55)</u>	<u>(50,278.55)</u>
Net Position -- July 1 (Restated)	<u>690,563.00</u>	<u>619,306.16</u>	<u>1,309,869.16</u>
Net Position -- June 30	<u>\$ 874,505.02</u>	<u>\$ 915,634.79</u>	<u>\$ 1,790,139.81</u>

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2016

	Business-Type Activities - Enterprise Funds		
	Food Service	Before-After School Program	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 850,627.02	\$ 919,880.94	\$ 1,770,507.96
Payments to Employees	(757,448.27)	(46,847.73)	(804,296.00)
Payments for Employee Benefits	(224,709.43)	(27,220.54)	(251,929.97)
Payments to Suppliers	(1,689,171.47)	(539,223.63)	(2,228,395.10)
Net Cash Provided by (used for) Operating Activities	<u>(1,820,702.15)</u>	<u>306,589.04</u>	<u>(1,514,113.11)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
State Sources	26,554.95		26,554.95
Federal Sources	1,785,163.25		1,785,163.25
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>1,811,718.20</u>	<u>-</u>	<u>1,811,718.20</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Gain on Disposal of Equipment	11,442.27		11,442.27
Purchases of Capital Assets	(7,600.00)		(7,600.00)
Net Cash Provided by (used for) Capital and Related Financing Activities	<u>3,842.27</u>	<u>-</u>	<u>3,842.27</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(5,141.68)	306,589.04	301,447.36
Cash and Cash Equivalents -- July 1	<u>743,237.58</u>	<u>678,728.26</u>	<u>1,421,965.84</u>
Cash and Equivalents -- June 30	<u>\$ 738,095.90</u>	<u>\$ 985,317.30</u>	<u>\$ 1,723,413.20</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating Income (Loss)	\$ (1,642,796.13)	\$ 296,328.63	\$ (1,346,467.50)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation	23,478.00		23,478.00
(Increase) Decrease in Accounts Receivable Other	(8,520.14)	(18,032.09)	(26,552.23)
(Increase) Decrease in Interfunds Receivable	(4,063.60)		(4,063.60)
(Increase) Decrease in Due Students, Net	(5,806.48)		(5,806.48)
(Increase) Decrease in Inventories	(40,645.30)		(40,645.30)
(Increase) Decrease in Prepaid Expenses		478.34	478.34
Increase (Decrease) in Accounts Payable	(192,993.95)	36,572.93	(156,421.02)
Increase (Decrease) in Interfund Payable	50,645.45	(4,152.86)	46,492.59
Increase (Decrease) in Other Current Liabilities		(4,605.91)	(4,605.91)
Total Adjustments	<u>(177,906.02)</u>	<u>10,260.41</u>	<u>(167,645.61)</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (1,820,702.15)</u>	<u>\$ 306,589.04</u>	<u>\$ (1,514,113.11)</u>

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Fiduciary Funds
 Statement of Fiduciary Net Position
 June 30, 2016

	Agency Funds	
	<u>Student Activity</u>	<u>Payroll</u>
ASSETS:		
Cash and Cash Equivalents	\$ 134,861.55	\$ 472,541.75
Accounts Receivable		662.85
Interfund Accounts Receivable:		
Due General Fund		50,977.57
Total Assets	\$ 134,861.55	\$ 524,182.17
LIABILITIES:		
Payable to Student Groups	\$ 134,861.55	
Payroll Deductions and Withholdings		\$ 524,182.17
Total Liabilities	\$ 134,861.55	\$ 524,182.17

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Township of Winslow School District (the "School District") have been prepared to conform with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant of these policies.

Description of the Financial Reporting Entity

The School District is a Type II district located in the County of Camden, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades Pre-K through 12 at its eight schools. The School District has an approximate enrollment at June 30, 2016 of 4,903.

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

Component Units

In evaluating how to define the School District for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*. Blended component units, although legally separate entities, are in-substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and / or its citizens.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Component Units (Cont'd)**

Based upon the application of these criteria, the School District has no component units, and is not a component unit of another governmental agency.

Government-wide and Fund Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

In regards to the fund financial statements, the School District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Fiduciary funds are reported by fund type.

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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized as revenues in the year for which they are levied. The Camden County Board of Taxation is responsible for the assessment of properties, and the respective municipal tax collector is responsible for the collection of property taxes. Assessments are certified and property taxes are levied on January 1. Property tax payments are due February 1, May 1, August 1 and November 1. Unpaid property taxes are considered delinquent the following January 1 and are then subject to municipal lien. In accordance with New Jersey State Statute, the School District is entitled to receive moneys under an established payment schedule, and any unpaid amount is considered as an accounts receivable. The governing body of each municipality is required to pay over to the School District, within forty (40) days after the beginning of the school year, twenty percent (20%) of the moneys from school tax due. Thereafter, but prior to the last day of the school year, the municipality must pay the balance of moneys from school tax due for school purposes in such amounts as requested, with certain limitations, from time to time by the School District, within thirty days after each request.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are deemed both available and measurable. Available means when revenues are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Measurable means that the amount of revenue can be determined. 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 and claims and judgments, are recorded only when payment is due.

Property taxes, tuition, reimbursable-type grants, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds:

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

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

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

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

Proprietary funds are used to account for the School District's ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income. 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. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary funds:

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

Before and After School Program Fund - This fund accounts for the financial activity related to providing day care services for School District students before school, after school and during the summer.

Fiduciary funds are used to account for assets held by the School District on behalf of outside related organizations or on behalf of other funds within the School District. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds.

The School District maintains the following fiduciary funds:

Agency Funds - Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and / or other funds (i.e., payroll and student activities). The School District retains no equity interest in these funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District maintains the following agency funds: student activity fund and payroll fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges 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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Budgets / Budgetary Control**

Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds, and are submitted to the county office of education. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012, to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the 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 one or more June state aid payments for budgetary purposes only, and the special revenue fund. N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

The budget, as detailed on exhibit C-1, exhibit C-2, and exhibit I-3 includes all amendments to the adopted budget, if any.

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

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded to assign a portion of the applicable appropriation, is utilized for budgetary control purposes. Encumbrances are a component of fund balance at fiscal year-end as they do not constitute expenditures or liabilities, but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Encumbrances (Cont'd)**

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

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

Cash, Cash Equivalents and Investments

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

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

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

Inventories

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

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

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

Tuition Receivable

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Prepaid Expenses**

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2016.

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

Short-Term Interfund Receivables / Payables

Short-term interfund receivables / payables (internal balances) represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund within the School District, and that are due within one year. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances, thus leaving a net amount due between the governmental and business-type activities that are eliminated in the total government column. Balances with fiduciary activities are not considered to be internal balances; therefore, such balances appear on the statement of net position as accounts receivable.

Capital Assets

Capital assets represent the cumulative amount of capital assets owned by the School District. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position and proprietary fund statement of net position. In the case of gifts or contributions, such capital assets are recorded at acquisition value at the time received.

The School District's capitalization threshold is \$2,000.00. Other costs incurred for repairs and maintenance is expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	20-50 Years	N/A
Buildings and Improvements	20-40 Years	N/A
Equipment	8-15 Years	15 Years

The School District does not possess any infrastructure assets.

Deferred Outflows and Deferred Inflows of Resources

The statement of net position reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Deferred Outflows and Deferred Inflows of Resources (Cont'd)**

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The School District is required to report the following as deferred outflows of resources and deferred inflows of resources:

Defined Benefit Pension Plans - The difference between expected (actuarial) and actual experience, changes in actuarial assumptions, net difference between projected (actuarial) and actual earnings on pension plan investments, changes in the School District's proportion of expenses and liabilities to the pension as a whole, differences between the School District's pension contribution and its proportionate share of contributions, and the School District's pension contributions subsequent to the pension valuation measurement date.

In addition, the School District reports the following as deferred outflows of resources:

Loss on Refunding of Debt - The loss on refunding arose from the issuance of refunding bonds, which is amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense.

Tuition Payable

Tuition charges for the fiscal years ended June 30, 2016 and 2015 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Unearned Revenue

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

Accrued Salaries and Wages

Certain School District employees who provide services to the School District over the ten-month academic year have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2016, the amounts earned by these employees were disbursed to the employees' own individual credit union accounts.

Compensated Absences

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

The School District uses the vesting method to calculate the compensated absences amount. The entire compensated absence liability, including the employer's share of applicable taxes, is reported on the government-wide financial statements. The portion related to employees in the proprietary funds is recorded at the fund level. The current portion is the amount estimated to be used in the following fiscal year. Expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of employee resignations and retirements. Compensated absences not recorded at the fund level represent a reconciling item between the fund level and government-wide presentations.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Accrued Liabilities and Long-Term Obligations**

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

Pensions

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

Bond Discounts / Premiums

Bond discounts / premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts / premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

Net Position

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

Net Investment in Capital Assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Unrestricted - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Fund Balance**

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

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted - The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned - The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

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

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures / expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources / uses in governmental funds and after non-operating revenues / expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures / expenses to the funds that initially paid for them are not presented on the financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Accounting Estimates**

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

Impact of Recently Issued Accounting Principles**Recently Issued and Adopted Accounting Pronouncements**

For the fiscal year ended June 30, 2016, the School District adopted GASB Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The adoption of this Statement had no impact on the basic financial statements of the School District.

In addition, the School District adopted GASB 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*. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. The adoption of this Statement had no impact on the basic financial statements of the School District.

Lastly, the School District adopted GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify, in the context of the current governmental financial reporting environment, the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The adoption of this Statement had no impact on the basic financial statements of the School District.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements during the fiscal year ended June 30, 2016 which will become effective in future fiscal years as shown below:

Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the basic financial statements of the School District.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Impact of Recently Issued Accounting Principles (Cont'd)****Recently Issued Accounting Pronouncements (Cont'd)**

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. The Statement will become effective for the School District in fiscal year 2018. Management has not yet determined the impact of this Statement on the basic financial statements of the School District.

Statement No. 77, *Tax Abatement Disclosures*. This Statement requires governments that enter into tax abatement agreements to disclose certain information about the agreements. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the basic financial statements of the School District.

Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. The objective of this Statement is to address a practice issue regarding the scope and applicability of Statement No. 68, *Accounting and Financial Reporting for Pensions*. This issue is associated with pensions provided through certain multiple-employer defined benefit pension plans and to state or local governmental employers whose employees are provided with such pensions. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the basic financial statements of the School District.

Statement No. 79, *Certain External Investment Pools and Pool Participants*. This Statement addresses accounting and financial reporting for certain external investment pools and pool participants. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the basic financial statements of the School District.

Statement No. 80, *Blending Requirements for Certain Component Units an amendment of GASB Statement No. 14*. This Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, *Determining Whether Certain Organizations Are Component Units*. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have an impact on the basic financial statements of the School District.

Statement No. 81, *Irrevocable Split-Interest Agreements*. The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The Statement will become effective for the School District in fiscal year 2018. Management does not expect this Statement will have an impact on the basic financial statements of the School District.

Statement No. 82, *Pension Issues and amendment of GASB Statements No. 67, No. 68, and No. 73*. This Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The Statement will become effective for the School District in fiscal year 2017. Management does not expect this Statement will have a material impact on the basic financial statements of the School District.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of June 30, 2016, the School District's bank balances of \$29,518,584.81 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 28,885,870.38
Uninsured and Uncollateralized	<u>632,714.43</u>
	<u>\$ 29,518,584.81</u>

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District by inclusion of \$1,000,000.00 on June 27, 2012 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Note 3: CAPITAL RESERVE ACCOUNT (CONT'D)

The activity of the capital reserve for the July 1, 2015 to June 30, 2016 fiscal year is as follows:

Beginning Balance July 1, 2015		\$ 16,046,698.12
Increased by:		
Interest Earnings	\$ 11,561.22	
Deposits:		
Board Resolution June 22, 2016	<u>6,000,000.00</u>	
		<u>6,011,561.22</u>
		22,058,259.34
Decreased by:		
Withdrawals:		
Budgeted Withdrawals	10,140,000.00	
Board Resolution August 12, 2015	<u>18,500.00</u>	
		<u>10,158,500.00</u>
Ending Balance June 30, 2016		<u>\$ 11,899,759.34</u>

The June 30, 2016 LRFPP balance of local support costs of uncompleted projects at June 30, 2016 is \$56,710,205.00. The withdrawals from the capital reserve were for use in a Department of Education approved facilities projects, consistent with the School District's LRFPP.

Note 4: MAINTENANCE RESERVE

A maintenance reserve account was established by the School District by inclusion of \$1,000,000.00 on June 27, 2012 for the accumulation of funds for use as required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the maintenance reserve account are restricted to required maintenance of school facilities in the School District's in accordance with the comprehensive maintenance plan pursuant to N.J.A.C.6A:26A-4. A school district may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both.

Note 4: MAINTENANCE RESERVE (CONT'D)

The activity of the maintenance reserve for the July 1, 2015 to June 30, 2016 fiscal year is as follows:

Beginning Balance July 1, 2015		\$ 1,501,357.06
Increased by:		
Interest Earnings	\$ 2,598.74	
Deposits:		
Board Resolution June 22, 2016	<u>500,000.00</u>	
		<u>502,598.74</u>
Ending Balance June 30, 2016		<u>\$ 2,003,955.80</u>

Note 5: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2016 consisted of accounts (fees for services), intergovernmental awards / grants. All receivables are considered collectible in full due to the stable condition of federal and state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

Description	Governmental Funds			Total Governmental Activities	Proprietary Funds		Total Proprietary Funds	Total
	General Fund	Special Revenue Fund	Capital Projects Fund		Food Service	Before- After School Program		
Federal Awards	\$ 152,437.68	\$ 821,256.80		\$ 973,694.48	\$ 114,773.92		\$ 114,773.92	\$ 1,088,468.40
State Awards	503,856.60	5,037.00	\$ 1,508,848.78	2,017,742.38	3,707.47		3,707.47	2,021,449.85
Local Tax Levy	2,632,470.00			2,632,470.00			-	2,632,470.00
Tuition Charges	1,082,044.01			1,082,044.01			-	1,082,044.01
Provided Services				-	31,358.52	\$ 74,288.10	105,646.62	105,646.62
Interfunds	89,951.13			89,951.13	6,029.60		6,029.60	95,980.73
Other	140,249.56	3,360.00		143,609.56			-	143,609.56
Total	<u>\$4,601,008.98</u>	<u>\$ 829,653.80</u>	<u>\$ 1,508,848.78</u>	<u>\$ 6,939,511.56</u>	<u>\$ 155,869.51</u>	<u>\$ 74,288.10</u>	<u>\$ 230,157.61</u>	<u>\$ 7,169,669.17</u>

Note 6: INVENTORY

Inventory recorded at June 30, 2016 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, consisted of the following:

Food	\$ 43,608.66
Supplies	17,148.62
Commodities	<u>31,909.63</u>
Total	<u>\$ 92,666.91</u>

Note 7: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2016 is as follows:

	<u>Balance</u> <u>June 30, 2015</u>	<u>Increases</u>	<u>Adjustments/</u> <u>Transfer</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2016</u>
Governmental Activities:					
Capital Assets, not being Depreciated:					
Land	\$ 3,053,818.00				\$ 3,053,818.00
Construction in Progress	1,019,282.00	\$ 6,422,682.00	\$ (143,010.00)		7,298,954.00
Total Capital Assets not being Depreciated	4,073,100.00	6,422,682.00	(143,010.00)	-	10,352,772.00
Capital Assets, being Depreciated:					
Land Improvements	1,994,979.00			\$ (18,390.00)	1,976,589.00
Building and Improvements	107,708,078.00		138,360.00	(305,970.00)	107,540,468.00
Equipment	13,702,224.00	1,471,975.00	4,650.00	(94,460.00)	15,084,389.00
Total Capital Assets, being Depreciated:	123,405,281.00	1,471,975.00	143,010.00	(418,820.00)	124,601,446.00
Less Accumulated Depreciation:					
Land Improvements	(1,764,586.00)	(18,657.00)		18,390.00	(1,764,853.00)
Building and Improvements	(41,543,622.00)	(2,419,015.00)		140,810.00	(43,821,827.00)
Equipment	(8,176,414.00)	(1,258,057.00)		95,145.00	(9,339,326.00)
Total Accumulated Depreciation	(51,484,622.00)	(3,695,729.00)	-	254,345.00	(54,926,006.00)
Total Capital Assets, being Depreciated, Net	71,920,659.00	(2,223,754.00)	143,010.00	(164,475.00)	69,675,440.00
Governmental Activities Capital Assets, Net	\$ 75,993,759.00	\$ 4,198,928.00	\$ -	\$ (164,475.00)	\$ 80,028,212.00
Business-Type Activities:					
Equipment	\$ 1,006,594.38	\$ 7,600.00		\$ (41,308.00)	\$ 972,886.38
Less Accumulated Depreciation	(886,486.00)	(23,478.00)		41,308.00	(868,656.00)
Business-Type Activities Capital Assets, Net	\$ 120,108.38	\$ (15,878.00)	\$ -	\$ -	\$ 104,230.38

Note 7: CAPITAL ASSETS (CONT'D)

Depreciation expense was charged to functions / programs of the School District as follows:

Governmental Activities:	
Regular Instruction	\$ 163,524.00
Support Services:	
Student & Instruction Related Services	15,110.00
General Administration	3,478.00
School Administration	299.00
Central Services	504.00
Administration Information Technology	151,754.00
Plant Operations and Maintenance	2,163,283.00
Pupil Transportation	629,476.00
Other	15,056.00
Building	<u>553,245.00</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,695,729.00</u>
 Business-Type Activities:	
Food Service	<u>\$ 23,478.00</u>

Note 8: LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2016, the following changes occurred in long-term obligations for governmental activities:

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2016</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 13,080,000.00		\$ (2,670,000.00)	\$ 10,410,000.00	\$ 2,600,000.00
Add Amounts:					
Premium on Bonds	747,239.51		(153,279.90)	593,959.61	
Less Amounts:					
Bond Discounts	(4,633.16)		926.63	(3,706.53)	
Total Bonds Payable	<u>13,822,606.35</u>	<u>-</u>	<u>(2,822,353.27)</u>	<u>11,000,253.08</u>	<u>2,600,000.00</u>
Other Liabilities:					
Net Pension Liability	12,438,936.00	\$ 3,712,565.00	(2,063,783.00)	14,087,718.00	
Compensated Absences	2,249,006.06	198,403.23		2,447,409.29	257,712.20
Total Other Liabilities	<u>14,687,942.06</u>	<u>3,910,968.23</u>	<u>(2,063,783.00)</u>	<u>16,535,127.29</u>	<u>257,712.20</u>
Governmental Activity Long-Term Liabilities	<u>\$ 28,510,548.41</u>	<u>\$ 3,910,968.23</u>	<u>\$ (4,886,136.27)</u>	<u>\$ 27,535,380.37</u>	<u>\$ 2,857,712.20</u>

The bonds payable is generally liquidated by the debt service fund, while compensated absences and net pension liability is liquidated by the general fund.

Note 8: LONG-TERM LIABILITIES (CONT'D)

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

The School District has three bonds that are outstanding as of June 30, 2016.

On March 6, 2003, the School District issued \$2,210,000.00 School Refunding Bonds at interest rates varying from 2.00% to 5.37% in order to fund the present value of the Pension Liabilities. The final maturity of these bonds is July 1, 2020. The bonds will be paid from property taxes and debt service state aid.

On June 18, 2008, the School District issued \$3,300,000.00 School Bonds at interest rates varying from 3.75% to 4.00% for projects and improvements at the schools. The final maturity on these bonds is January 15, 2019. The bonds will be paid from property taxes and debt service state aid.

On May 16, 2013, the School District issued \$13,230,000.00 School Refunding Bonds at interest rates varying from 2.00% to 4.00% for the current refunding of the 2004 School Refunding Bonds. The final maturity of these bonds is August 1, 2019. The bonds will be paid from property taxes and debt service state aid.

Principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 2,600,000.00	\$ 343,125.00	\$ 2,943,125.00
2018	2,655,000.00	259,390.63	2,914,390.63
2019	2,720,000.00	162,412.51	2,882,412.51
2020	2,355,000.00	51,915.63	2,406,915.63
2021	80,000.00	2,150.00	82,150.00
	<u>\$ 10,410,000.00</u>	<u>\$ 818,993.77</u>	<u>\$ 11,228,993.77</u>

Bonds Authorized but not Issued - As of June 30, 2016, the School District had no authorizations to issue additional bonded debt.

Compensated Absences - As previously stated, compensated absences will be paid from the fund from which the employees' salaries are paid. Refer to note 15 for a description of the School District's policy.

Net Pension Liability - For details on the net pension liability, refer to note 10. The School District's annual required contribution to the Public Employees' Retirement System are budgeted and paid from the general fund on an annual basis.

Note 9: OPERATING LEASES

At June 30, 2016, the School District had operating lease agreements in effect for copy machines, mail machines, and temporary classroom modular. The present value of the future minimum rental payments under the operating lease agreements are as follows:

Fiscal Year Ended June 30,	Amount
2017	\$ 288,147.36
2018	239,217.36
2019	237,832.11
2020	227,173.08
2021	<u>130,924.50</u>
	<u>\$ 1,123,294.41</u>

Rental payments under operating leases for the fiscal year ended June 30, 2016 were \$307,546.48.

Note 10: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. This plan is administered by Prudential Financial for the Division. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<http://www.nj.gov/treasury/pensions>

General Information about the Pension Plans**Plan Descriptions**

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. 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. The TPAF's designated purpose is to provide retirement benefits, death, disability and medical benefits to certain qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified. The TPAF's Board of Trustees is primarily responsible for the administration of the TPAF.

Note 10: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the School District, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in SPRS or PFRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Vesting and Benefit Provisions

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

The following represents the membership tiers for TPAF:

Tier Definition

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
- 4 Members who were eligible to enroll after May 21, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th 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 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier.

Note 10: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

Teachers' Pension and Annuity Fund (Cont'd) - 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.

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The membership tiers for PERS are the same as previously noted for TPAF.

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.

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Teachers' Pension and Annuity Fund - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.06% in State fiscal year 2016. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2015, the State's pension contribution was less than the actuarial determined amount.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions*.

Note 10: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

Teachers' Pension and Annuity Fund (Cont'd) - The School District's contractually required contribution rate for the fiscal year ended June 30, 2016 was 4.97% of the School District's covered payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2016 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2015, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2016 was \$1,987,987.00, and was paid by April 1, 2016. School District employee contributions to the pension plan during the fiscal year ended June 30, 2016 were \$2,894,988.86.

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.06% in State fiscal year 2016. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 366, P.L. 2001) increased from 8.5% of base salary to 10%. Employers' contribution amounts are based on an actuarially determined rate. The School District's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2016 was 13.21% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2015, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2016 was \$539,543.00, and was paid by April 1, 2016. School District employee contributions to the pension plan during the fiscal year ended June 30, 2016 were \$337,631.86.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the fiscal year ended June 30, 2016, employee contributions totaled \$9,632.05, and the School District recognized pension expense of \$5,253.80. There were no forfeitures during the fiscal year.

Note 10: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

Teachers' Pension and Annuity Fund - At June 30, 2016, the School District was not required to report a liability for its proportionate share of the net pension liability because of a 100% special funding situation by the State of New Jersey.

The State's proportionate share of net pension liability, attributable to the School District is as follows:

School District's Proportionate Share of Net Pension Liability	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the School District	<u>233,797,882.00</u>
	<u>\$233,797,882.00</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. For the June 30, 2015 measurement date, the School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At June 30, 2015, the School District proportion was 0.00% due to the 100% special funding situation with the State of New Jersey. For the June 30, 2015 measurement date, the State's proportionate share of the TPAF net pension liability associated with the School District was .3699083629%, which was an increase of .0076352731% from its proportion measured as of June 30, 2014.

For the fiscal year ended June 30, 2016, the School District recognized \$14,275,466.00 in pension expense and revenue, in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2015 measurement date.

Public Employees' Retirement System - At June 30, 2016, the School District reported a liability of \$14,087,718.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2015 measurement date, the School District's proportion was .0627571293%, which was a decrease of .0036804717% from its proportion measured as of June 30, 2014.

For the fiscal year ended June 30, 2016, the School District recognized pension expense of \$859,478.00, in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2015 measurement date.

Note 10: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Public Employees' Retirement System (Cont'd) - At June 30, 2016, the School 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	\$ 336,083.00	\$ -
Changes of Assumptions	1,512,908.00	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	226,503.00
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	262,781.00	584,622.00
School District Contributions Subsequent to the Measurement Date	615,470.00	-
	<u>\$ 2,727,242.00</u>	<u>\$ 811,125.00</u>

\$615,470.00 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the fiscal year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	
2017	\$ 232,116.00
2018	232,116.00
2019	232,115.00
2020	417,438.00
2021	186,862.00
	<u>\$ 1,300,647.00</u>

Note 10: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Public Employees' Retirement System (Cont'd) – The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72

Note 10: PENSION PLANS (CONT'D)**Actuarial Assumptions**

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>TPAF</u>	<u>PERS</u>
Inflation	2.50%	3.04%
Salary Increases:		
2012-2021	Varies Based on Experience	2.15% - 4.40% Based on Age
Thereafter	Varies Based on Experience	3.15% - 5.40% Based on Age
Investment Rate of Return	7.90%	7.90%
Mortality Rate Table	RP-2000	RP-2000
Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based	July 1, 2009 - June 30, 2012	July 1, 2008 - June 30, 2011

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

For PERS, mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and setback 1 year for females) are used to value disabled retirees.

For TPAF and PERS, in accordance with State statute, the long-term expected rate of return on plan investments (7.90% at June 30, 2015) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in TPAF's and PERS's target asset allocation as of June 30, 2015 are summarized in the following tables:

Note 10: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)**

<u>Asset Class</u>	<u>TPAF</u>		<u>Asset Class</u>	<u>PERS</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>		<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Cash	5.00%	0.53%	Cash	5.00%	1.04%
US Government Bonds	1.75%	1.39%	U.S. Treasuries	1.75%	1.64%
US Credit Bonds	13.50%	2.72%	Investment Grade Credit	10.00%	1.79%
US Mortgages	2.10%	2.54%	Mortgages	2.10%	1.62%
US Inflation-Indexed Bonds	1.50%	1.47%	High Yield Bonds	2.00%	4.03%
US High Yield Bonds	2.00%	4.57%	Inflation-Indexed Bonds	1.50%	3.25%
US Equity Market	27.25%	5.63%	Broad U.S. Equities	27.25%	8.52%
Foreign-Developed Equity	12.00%	6.22%	Developed Foreign Equities	12.00%	6.88%
Emerging Markets Equity	6.40%	8.46%	Emerging Market Equities	6.40%	10.00%
Private Real Estate Property	4.25%	3.97%	Private Equity	9.25%	12.41%
Timber	1.00%	4.09%	Hedge Funds/Absolute Return	12.00%	4.72%
Farmland	1.00%	4.61%	Real Estate (Property)	2.00%	6.83%
Private Equity	9.25%	9.15%	Commodities	1.00%	5.32%
Commodities	1.00%	3.58%	Global Debt ex U.S.	3.50%	-0.40%
Hedge Funds - MultiStrategy	4.00%	4.59%	REIT	4.25%	5.12%
Hedge Funds - Equity Hedge	4.00%	5.68%			
Hedge Funds - Distressed	4.00%	4.30%			
	<u>100.00%</u>			<u>100.00%</u>	

Discount Rate - The discount rates used to measure the total pension liability were 4.13% and 4.68% for TPAF as of June 30, 2015 and 2014, respectively, and 4.90% and 5.39% for PERS as of June 30, 2015 and 2014, respectively. For TPAF and PERS, the respective single blended discount rates were based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% as of June 30, 2015, 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 rates for TPAF and PERS 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 actuarially determined 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 2027 for TPAF and 2033 for PERS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2027 for TPAF and 2033 for PERS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Note 10: PENSION PLANS (CONT'D)**Sensitivity of School District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

Teachers' Pension and Annuity Fund (TPAF) - As previously mentioned, TPAF, has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2015, the pension plans measurement date, attributable to the School District is \$0, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a discount rate of 4.13%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	TPAF		
	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>277,860,044.00</u>	<u>233,797,882.00</u>	<u>195,835,693.00</u>
	<u>\$277,860,044.00</u>	<u>\$233,797,882.00</u>	<u>\$195,835,693.00</u>

Public Employees' Retirement System (PERS) - The following presents the School District's proportionate share of the net pension liability at June 30, 2015, the plans measurement date, calculated using a discount rate of 4.90%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	PERS		
	1% Decrease (3.90%)	Current Discount Rate (4.90%)	1% Increase (5.90%)
School District's Proportionate Share of the Net Pension Liability	<u>\$ 17,509,310.00</u>	<u>\$ 14,087,718.00</u>	<u>\$ 11,219,080.00</u>

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the TPAF and PERS and additions to/deductions from TPAF and PERS' respective fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about TPAF and PERS, please refer to the plan's Comprehensive Annual Financial Report (CAFR) which can be found at www.nj.gov/treasury/pensions/annrpts.shtml.

Note 11: STATE POST-RETIREMENT MEDICAL BENEFITS

P.L. 1987, c.384 of P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of postemployment medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of postemployment medical benefits for retired State employees and retired educational employees. As of June 30, 2015, there were 107,314 retirees receiving postemployment medical benefits, and the State contributed \$1.25 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retire from a board of education or county college with 25 years of service. The State paid \$214.1 million toward Chapter 126 benefits for 19,056 eligible retired members in fiscal year 2015.

Note 12: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2016, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the fund financial statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, post-retirement medical costs and non-contributory insurance were \$2,817,840.00, \$3,522,407.00 and \$140,367.00, respectively.

Note 13: RISK MANAGEMENT

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

Property and Liability Insurance - The School District maintains commercial insurance coverage for workers compensation supplement, student accident, and surety bonds. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

Joint Insurance Fund - The School District is a member of the New Jersey Schools Insurance Group Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

Note 13: RISK MANAGEMENT (CONT'D)

Joint Insurance Fund (Cont'd) - A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report. The Fund provides the School District with the following coverage:

Property (Including Crime and Auto Physical Damage)
 General Liability
 Automobile Liability
 Workers' Compensation
 School Board Legal Liability
 Boiler and Machinery
 Pollution/Environmental Legal Liability

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The School District's agreement with the Fund provides that the Fund will be self-sustaining through member premiums.

The Fund publishes its own financial report for the fiscal year ended June 30, 2016, which can be obtained from:

New Jersey Schools Insurance Group
 450 Veterans Drive
 Burlington, New Jersey 08016

Note 14: DEFERRED COMPENSATION

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. 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:

***American Express/IDS
 Lincoln Investment
 Franklin Templeton
 Vanguard
 Primerica***

***H.C. Copeland
 Equitable
 Citi-Street/Metlife
 Fidelity Investments
 Midland National***

Note 15: COMPENSATED ABSENCES

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

School District employees who are employed for ten months are entitled to a minimum of ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to a minimum of twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to three personal days which may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

Note 15: COMPENSATED ABSENCES (CONT'D)

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2016, the liability for compensated absences reported on the government-wide statement of net position was \$2,447,409.29.

Note 16: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2016 is as follows:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General	\$ 89,951.13	\$ 52,846.37
Special Revenue		5,037.00
Proprietary	6,029.60	89,074.93
Fiduciary	50,977.57	
	<u>\$ 146,958.30</u>	<u>\$ 146,958.30</u>

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During the fiscal year 2017, the School District expects to liquidate such interfunds, depending upon the availability of cash flow.

Interfund Transfers:

<u>Transfer Out:</u>	<u>Transfer In:</u>
	Capital Project Fund
General Fund	\$ 10,817,250.00

The interfund transfer from general fund to capital project fund was to transfer capital reserve for funding of various capital projects in accordance with Capital Reserve Statement of Purpose.

Note 17: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amount, if any, to be immaterial.

Litigation - The School District is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 18: CONCENTRATIONS

The School District depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the School District is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 19: COMMITMENTS

The School District had multiple construction projects ongoing as of the fiscal year ended June 30, 2016 that are to continue into the subsequent fiscal years. These projects, which are related to the capital projects fund, are as follows:

<u>Contract</u>	<u>Commitment Date</u>	<u>Amount Outstanding</u>
High School Roofing Project	01/04/10	\$ 6,537.90
High School Window Replacement Project	05/23/14	400.00
School No. 2 Courtyard Drainage Project	05/23/14	4,200.00
Middle School Unit Vent Project	04/09/15	43,815.00
High School ADA and Security	01/16/15	235,195.00
Middle School Window and HVAC Replacement	01/16/15	127,189.39
School No. 4 Addition	08/26/15	4,970,499.92
High School Front Elevation	10/09/15	353,168.20
		<u>\$ 5,741,005.41</u>

Note 20: DEFICIT FUND BALANCES

The School District has a deficit fund balance of (\$69,655.30) in the special revenue fund as of June 30, 2016 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the general and special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$2,154,358.86 is less than the June state aid payments.

Note 21: FUND BALANCES**RESTRICTED**

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund

For Excess Surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general 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, 2016 is \$2,649,120.00. Additionally, \$2,213,981.00 of excess fund balance generated during 2014-2015 has been restricted and designated for utilization in the 2016-2017 budget.

For Capital Reserve Account - As of June 30, 2016, the balance in the capital reserve account is \$11,899,759.34. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

For Maintenance Reserve Account - As of June 30, 2016, the balance in the maintenance reserve account is \$2,003,955.80. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

Capital Projects Fund - On June 4, 2010, the School District entered into two grant agreements with the State of New Jersey Schools Development Authority for \$1,804,646.00 and \$1,985,111.00 of grant funds pursuant to the "Educational Facilities Construction and Financing Act" P.L. 2000, c.72 enacted on July 18, 2000 and amended on August 6, 2007 by P.L. 3008, c. 137. The grant agreements were approved to partially fund the roof replacement projects at the Winslow Township High School and Winslow Township Middle School. On May 23, 2014, the School District entered into two additional grant agreements with the State of New Jersey Development for \$533,391.00 and \$28,159.00. The grant agreements were approved to partially fund the High School Window Replacement Project and School No. 2 Courtyard Drainage Project. On January 16, 2015, the School District entered into two additional grant agreements with the State of New Jersey Development for \$345,891.00 and \$1,175,148.00. The grant agreements were approved to partially fund the High School ADA and Security Project and the Middle School Window and HVAC Replacement Project. The School District did not issue bonds to fund any portion of these projects. As of June 30, 2016, the restricted fund balance amount was \$9,598,903.73.

Debt Service Fund - In accordance with N.J.A.C. 6A:23A-8.6, a district board of education shall appropriate annually all debt service fund balances in the budget certified for taxes unless expressly authorized and documented by the voters in a bond referendum. As a result, the School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2017 \$1.00 of debt service fund balance at June 30, 2016.

Note 21: FUND BALANCES (CONT'D)**ASSIGNED**

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

General Fund

For Subsequent Year's Expenditures - The School District has appropriated and included as anticipated revenue for the fiscal year ending June 30, 2017 \$85,665.78 of general fund balance at June 30, 2016, resulting from the Special Education Medicaid Initiative (SEMI) reimbursement received during the fiscal year ended 2015 for reimbursement of previous fiscal year expenditures.

As of June 30, 2016, the School District had \$142,404.71 of general fund balance, resulting from the Special Education Medicaid Initiative (SEMI) reimbursement received during the current fiscal year for reimbursement of previous fiscal year expenditures, which will be included as revenue in a future budget.

Other Purposes - As of June 30, 2016, the School District had \$2,871,919.93 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

UNASSIGNED

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

General Fund - As of June 30, 2016, the unassigned fund balance of the general fund was a deficit of (\$2,154,358.86). The deficit is a result from a delay in the payment of state aid until the following fiscal year. As stated in note 20, since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the general fund balance deficit does not alone indicate that the School District is facing financial difficulties. The unassigned deficit on the GAAP financial statements of \$2,154,358.86 is less than the last state aid payment.

Special Revenue Fund - As of June 30, 2016, the fund balance of the special revenue fund was a deficit of (\$69,655.30), thus resulting in the fund balance classification of unassigned. The deficit is a result from a delay in the payment of state aid until the following fiscal year. As stated in note 20, since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties. The unassigned deficit on the GAAP financial statements of \$69,655.30 is less than the last state aid payment.

Note 22: RESTATEMENT OF NET POSITION BEFORE-AFTER SCHOOL PROGRAM

The beginning net position of the Business-Type Activities in the government-wide Statement of Activities and on the Proprietary Fund - Before-After School Program has been restated to record a prior period adjustment to correct revenues that have been determined to be uncollectible. The effect of the restatement was to decrease unrestricted net position and the change in net position for the fiscal year ended June 30, 2015 by \$50,278.55 and had no impact on the current year change in net position.

	<u>Business-Type Activities</u>	<u>Proprietary Fund – Before-After School Program</u>
Beginning net position	\$1,360,147.71	\$669,584.71
Adjustment to correct revenue	<u>(50,278.55)</u>	<u>(50,278.55)</u>
Beginning net position, restated	<u>\$1,309,869.16</u>	<u>\$ 619,306.16</u>

**REQUIRED SUPPLEMENTARY INFORMATION
PART II**

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 45,799,758.00		\$ 45,799,758.00	\$ 45,799,758.00	
Tuition	2,657,047.00		2,657,047.00	3,637,579.52	\$ 980,532.52
Transportation Fees				168,988.75	168,988.75
Interest Earned on Capital Reserve Funds	600.00		600.00	11,561.22	10,961.22
Interest Earned on Maintenance Reserve Funds				2,598.74	2,598.74
Unrestricted Miscellaneous Revenues	100,000.00		100,000.00	486,239.35	386,239.35
Total - Local Sources	48,557,405.00	-	48,557,405.00	50,106,725.58	1,549,320.58
State Sources:					
Categorical Transportation Aid	1,066,545.00		1,066,545.00	1,066,545.00	
Extraordinary Aid	200,000.00		200,000.00	280,009.00	80,009.00
Categorical Special Education Aid	3,025,665.00		3,025,665.00	3,025,665.00	
Equalization Aid	38,341,995.00		38,341,995.00	38,341,995.00	
Categorical Security Aid	1,389,418.00		1,389,418.00	1,389,418.00	
Adjustment Aid	209,733.00		209,733.00	209,733.00	
Per Pupil Growth Aid	46,290.00		46,290.00	46,290.00	
PARCC Readiness Aid	46,290.00		46,290.00	46,290.00	
Other State Aid				79,906.00	79,906.00
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				3,522,407.00	3,522,407.00
Teacher's Pension & Annuity Fund (On-Behalf - Non-Budgeted)				2,817,840.00	2,817,840.00
TPAF Non-contributory Insurance (On-Behalf - Non-Budgeted)				140,367.00	140,367.00
Reimbursed T.P.A.F. Social Security Contributions				2,875,504.70	2,875,504.70
Total - State Sources	44,325,936.00	-	44,325,936.00	53,841,969.70	9,516,033.70
Federal Sources:					
Medicaid	143,829.00		143,829.00	169,748.69	25,919.69
Medicaid - FY14 Cost Settlements				142,404.74	142,404.74
Total - Federal Sources	143,829.00	-	143,829.00	312,153.43	168,324.43
Total Revenues	93,027,170.00	-	93,027,170.00	104,260,848.71	11,233,678.71

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	Original <u>Budget</u>	Budget Modifications / <u>Transfers</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable / <u>(Unfavorable)</u>
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Local Contribution - Transfer to Special Revenue	\$ 438,356.00		\$ 438,356.00	\$ 438,356.00	
Kindergarten	1,215,725.00	\$ (17,199.00)	1,198,526.00	1,197,016.24	\$ 1,509.76
Grades 1-5	9,133,675.00	98,291.00	9,231,966.00	9,030,108.37	201,857.63
Grades 6-8	5,633,683.00	(29,402.00)	5,604,281.00	5,308,432.58	295,848.42
Grades 9-12	6,868,182.00	2,615.00	6,870,797.00	6,643,909.49	226,887.51
Regular Programs - Home Instruction:					
Salaries of Teachers	25,000.00		25,000.00	13,620.00	11,380.00
Purchased Professional - Educational Services	31,295.00	(5,000.00)	26,295.00		26,295.00
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	28,000.00		28,000.00	25,847.50	2,152.50
Purchased Professional - Educational Services	1,499,340.00	(46,697.00)	1,452,643.00	678,601.55	774,041.45
Purchased Technical Services	1,560.00	17,133.00	18,693.00	17,808.25	884.75
Other Purchased Services (400-500 Series)	209,476.00	22,963.95	232,439.95	182,913.69	49,526.26
General Supplies	1,225,616.59	(130,911.14)	1,094,705.45	812,615.03	282,090.42
Textbooks	305,221.53	5,195.65	310,417.18	270,935.26	39,481.92
Other Objects	12,750.00	4,539.20	17,289.20	5,385.95	11,903.25
Total Regular Programs	26,627,880.12	(78,471.34)	26,549,408.78	24,625,549.91	1,923,858.87
Learning and / or Language Disabilities:					
Salaries of Teachers	705,600.00		705,600.00	702,847.29	2,752.71
Purchased Professional - Educational Services	198,205.00	109,148.00	307,353.00	283,180.62	24,172.38
General Supplies	975.00	302.89	1,277.89	1,271.55	6.34
Textbooks	8,142.76		8,142.76	3,022.42	5,120.34
Total Learning and / or Language Disabilities	912,922.76	109,450.89	1,022,373.65	990,321.88	32,051.77
Behavioral Disabilities:					
Salaries of Teachers	337,125.00		337,125.00	336,913.12	211.88
Purchased Professional - Educational Services	88,653.00	(27,057.00)	61,596.00	59,320.61	2,275.39
General Supplies	800.00	139.56	939.56	935.46	4.10
Total Behavioral Disabilities	426,578.00	(26,917.44)	399,660.56	397,169.19	2,491.37

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Multiple Disabilities:					
Salaries of Teachers	\$ 529,000.00	\$ (2,000.00)	\$ 527,000.00	\$ 521,515.45	\$ 5,484.55
Purchased Professional - Educational Services	173,116.00	31,634.00	204,750.00	175,630.02	29,119.98
General Supplies	<u>25,774.86</u>	<u>22,056.44</u>	<u>47,831.30</u>	<u>40,976.35</u>	<u>6,854.95</u>
Total Multiple Disabilities	<u>727,890.86</u>	<u>51,690.44</u>	<u>779,581.30</u>	<u>738,121.82</u>	<u>41,459.48</u>
Resource Room / Resource Center:					
Salaries of Teachers	6,020,340.00	(75,370.00)	5,944,970.00	5,773,213.70	171,756.30
Purchased Professional Educational Services	479,566.00	204,506.00	684,072.00	594,418.20	89,653.80
General Supplies	<u>32,050.00</u>	<u>5,933.71</u>	<u>37,983.71</u>	<u>37,189.03</u>	<u>794.68</u>
Total Resource Room / Resource Center	<u>6,531,956.00</u>	<u>135,069.71</u>	<u>6,667,025.71</u>	<u>6,404,820.93</u>	<u>262,204.78</u>
Preschool Disabilities - Part Time:					
Salaries of Teachers	478,325.00	(478,325.00)			
Purchased Professional Services - PSD	144,905.00	(144,905.00)			
General Supplies	<u>10,480.00</u>	<u>(10,480.00)</u>			
Total Preschool Disabilities - Part Time	<u>633,710.00</u>	<u>(633,710.00)</u>			
Preschool Disabilities - Full Time:					
Salaries of Teachers		509,911.00	509,911.00	509,205.75	705.25
Purchased Professional Services - PSD		205,721.00	205,721.00	202,247.51	3,473.49
General Supplies		<u>10,151.18</u>	<u>10,151.18</u>	<u>3,533.93</u>	<u>6,617.25</u>
Total Preschool Disabilities - Full Time	<u>-</u>	<u>725,783.18</u>	<u>725,783.18</u>	<u>714,987.19</u>	<u>10,795.99</u>
Home Instruction:					
Salaries of Teachers	7,000.00	7,000.00	14,000.00	11,899.00	2,101.00
Purchased Professional - Educational Services	<u>50,000.00</u>	<u>16,000.00</u>	<u>66,000.00</u>	<u>60,526.54</u>	<u>5,473.46</u>
Total Home Instruction	<u>57,000.00</u>	<u>23,000.00</u>	<u>80,000.00</u>	<u>72,425.54</u>	<u>7,574.46</u>
Total Special Education - Instruction	<u>9,290,057.62</u>	<u>384,366.78</u>	<u>9,674,424.40</u>	<u>9,317,846.55</u>	<u>356,577.85</u>
Basic Skills / Remedial - Instruction:					
Salaries of Teachers	<u>468,099.00</u>	<u>(84,377.00)</u>	<u>383,722.00</u>	<u>383,190.76</u>	<u>531.24</u>
Total Basic Skills / Remedial - Instruction	<u>468,099.00</u>	<u>(84,377.00)</u>	<u>383,722.00</u>	<u>383,190.76</u>	<u>531.24</u>

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 322,175.00		\$ 322,175.00	\$ 321,416.25	\$ 758.75
General Supplies		\$ 99.13	99.13	99.13	
Total Bilingual Education - Instruction	<u>322,175.00</u>	<u>99.13</u>	<u>322,274.13</u>	<u>321,515.38</u>	<u>758.75</u>
School Sponsored Cocurricular Activities - Instruction:					
Salaries	239,000.00	31,000.00	270,000.00	263,873.87	6,126.13
Purchased Services (300-500 series)	38,900.00	(4,824.50)	34,075.50	23,486.06	10,589.44
Supplies and Materials	10,000.00	12,334.57	22,334.57	21,894.90	439.67
Other Objects	1,000.00	2,150.00	3,150.00	2,871.73	278.27
Total School Sponsored Cocurricular Activities - Instruction	<u>288,900.00</u>	<u>40,660.07</u>	<u>329,560.07</u>	<u>312,126.56</u>	<u>17,433.51</u>
School Sponsored Athletics - Instruction:					
Salaries	525,708.00	(14,570.00)	511,138.00	507,429.79	3,708.21
Purchased Services (300-500 series)	111,274.63	(49,905.00)	61,369.63	58,739.39	2,630.24
Supplies and Materials	142,856.78	48,067.82	190,924.60	165,981.03	24,943.57
Other Objects	20,200.00	12,296.00	32,496.00	31,470.25	1,025.75
Total School Sponsored Athletics - Instruction	<u>800,039.41</u>	<u>(4,111.18)</u>	<u>795,928.23</u>	<u>763,620.46</u>	<u>32,307.77</u>
Total Instruction	<u>37,797,151.15</u>	<u>258,166.46</u>	<u>38,055,317.61</u>	<u>35,723,849.62</u>	<u>2,331,467.99</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEA's Within State - Regular	541,662.61	320,313.50	861,976.11	455,815.16	406,160.95
Tuition to Other LEA's Within State - Special	260,696.62	819,802.12	1,080,498.74	430,819.26	649,679.48
Tuition to County Vocational School District - Regular	785,904.00	30,000.00	815,904.00	758,979.00	56,925.00
Tuition to CSSD and Regional Day Schools	986,752.36	312,384.46	1,299,136.82	1,282,726.80	16,410.02
Tuition to Private Schools for the Disabled - Within State	3,133,830.69	(1,149,037.46)	1,984,793.23	1,863,803.61	120,989.62
Tuition - State Facilities	269,522.00	(26,000.00)	243,522.00	237,216.00	6,306.00
Tuition - Other	120,000.00	60,000.00	180,000.00	180,000.00	
Total Undistributed Expenditures - Instruction	<u>6,098,368.28</u>	<u>367,462.62</u>	<u>6,465,830.90</u>	<u>5,209,359.83</u>	<u>1,256,471.07</u>

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Attendance and Social Work:					
Salaries	\$ 54,223.00	\$ 2,259.29	\$ 56,482.29	\$ 56,482.29	
Other Objects	100,000.00	(27,000.00)	73,000.00	3,545.55	\$ 69,454.45
Total Undistributed Expenditures - Attendance and Social Work	154,223.00	(24,740.71)	129,482.29	60,027.84	69,454.45
Undistributed Expenditures - Health Services:					
Salaries	723,690.00	7,280.71	730,970.71	694,559.09	36,411.62
Purchased Professional and Technical Services	68,552.00	20,425.00	88,977.00	83,330.00	5,647.00
Other Purchased Services (400-500 series)	1,750.00	(1,500.00)	250.00		250.00
Supplies and Materials	20,263.00	(1,757.14)	18,505.86	18,056.62	449.24
Total Undistributed Expenditures - Health Services	814,255.00	24,448.57	838,703.57	795,945.71	42,757.86
Undistributed Expenditures - Other Support Services - Students - Related Services:					
Salaries	1,585,824.00	(10,507.00)	1,575,317.00	1,468,594.92	106,722.08
Purchased Professional - Educational Services	330,000.00	(70,000.00)	260,000.00	243,235.35	16,764.65
Supplies and Materials	10,000.00		10,000.00	8,610.78	1,389.22
Total Undistributed Expenditures - Other Support Services - Students - Related Services	1,925,824.00	(80,507.00)	1,845,317.00	1,720,441.05	124,875.95
Undistributed Expenditures - Other Support Services - Students - Extra Services:					
Purchased Professional and Technical Services	2,306,098.82	722,450.00	3,028,548.82	2,932,090.92	96,457.90
Total Undistributed Expenditures - Other Support Services - Students - Extra Services	2,306,098.82	722,450.00	3,028,548.82	2,932,090.92	96,457.90
Undistributed Expenditures - Other Support Services - Students - Regular:					
Salaries of Other Professional Staff	987,925.00	42,625.00	1,030,550.00	1,009,550.82	20,999.18
Salaries of Secretarial and Clerical Assistants	108,446.00	54,224.00	162,670.00	151,372.51	11,297.49
Other Purchased Professional and Technical Services	5,300.00	880.00	6,180.00	6,180.00	
Miscellaneous Purchased Services (400-500 Series other than Residential Costs)	7,225.00		7,225.00	4,887.60	2,337.40
Supplies and Materials	9,669.00	(462.21)	9,206.79	7,165.29	2,041.50
Other Objects	600.00	1000.00	1,600.00	1,109.00	491.00
Total Undistributed Expenditures - Other Support Services - Students - Regular	1,119,165.00	98,266.79	1,217,431.79	1,180,265.22	37,166.57

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Other Support Services -					
Students - Special:					
Salaries of Other Professional Staff	\$ 2,281,358.00	\$ (61,614.40)	\$ 2,219,743.60	\$ 2,150,187.14	\$ 69,556.46
Salaries of Secretarial and Clerical Assistants	298,863.00	42,576.88	341,439.88	335,739.88	5,700.00
Unused Vacation Payment to Terminated/Retired Staff		7,907.52	7,907.52	7,907.52	
Purchased Professional - Educational Services	2,000.00	(81.75)	1,918.25	1,918.25	
Other Purchased Services (400-500 Series)	27,000.00	6,000.00	33,000.00	27,798.20	5,201.80
Miscellaneous Purchased Services (400-500 Series other than Residential Costs)	20,500.00	(6,000.00)	14,500.00	12,620.77	1,879.23
Supplies and Materials	38,706.21	9,479.46	48,185.67	47,578.40	607.27
Other Objects	1,500.00	(1,500.00)			
	<u>2,669,927.21</u>	<u>(3,232.29)</u>	<u>2,666,694.92</u>	<u>2,583,750.16</u>	<u>82,944.76</u>
Total Undistributed Expenditures - Other Support Services - Students - Special					
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	396,680.00	10,989.25	407,669.25	407,143.02	526.23
Salaries of Other Professional Staff	100.00		100.00	100.00	100.00
Salaries of Secretarial and Clerical Assistants	53,950.00	1.00	53,951.00	53,950.08	0.92
Purchased Prof - Educational Services	31,467.36		31,467.36	31,209.83	257.53
Other Purchased Professional & Technical Services	125,000.00	(28,000.00)	97,000.00	95,415.61	1,584.39
Other Purchased Services (400-500 series)	4,000.00	3,150.00	7,150.00	2,757.93	4,392.07
Supplies and Materials	14,000.00		14,000.00	275.59	13,724.41
Other Objects	6,000.00		6,000.00	6,000.00	6,000.00
	<u>631,197.36</u>	<u>(13,859.75)</u>	<u>617,337.61</u>	<u>590,752.06</u>	<u>26,585.55</u>
Total Undistributed Expenditures - Improvement of Instruction Services					
Undistributed Expenditures - Educational Media Services / School Library:					
Salaries	606,450.00		606,450.00	562,175.78	44,274.22
Purchased Professional and Technical Services	28,000.00	3,834.00	31,834.00	31,834.00	31,834.00
Other Purchased Services (400-500 series)	17,193.00	(10,050.00)	7,143.00	3,719.19	3,423.81
Supplies and Materials	30,970.00	(4,133.32)	26,836.68	23,147.60	3,689.08
Other Objects	400.00	(400.00)			
	<u>683,013.00</u>	<u>(10,749.32)</u>	<u>672,263.68</u>	<u>589,042.57</u>	<u>83,221.11</u>
Total Undistributed Expenditures - Educational Media Services / School Library					

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Instructional Staff Training Services:					
Other Salaries	\$ 50,000.00	\$ (8,462.25)	\$ 41,537.75	\$ 34,591.69	\$ 6,946.06
Purchased Professional - Educational Services	85,250.00		85,250.00	59,226.50	26,023.50
Other Purchased Services (400-500 series)	4,025.00	4,371.43	8,396.43	6,471.43	1,925.00
Supplies and Materials	1,000.00		1,000.00		1,000.00
Other Objects	1,000.00		1,000.00		1,000.00
	<u>141,275.00</u>	<u>(4,090.82)</u>	<u>137,184.18</u>	<u>100,289.62</u>	<u>36,894.56</u>
Total Undistributed Expenditures - Instructional Staff Training Services:					
Undistributed Expenditures - Support Services - General Administration:					
Salaries	260,501.00	9,252.00	269,753.00	268,859.45	893.55
Legal Services	200,000.00	(175.00)	199,825.00	120,501.79	79,323.21
Audit Fees	59,160.00		59,160.00	55,724.00	3,436.00
Architectural and Engineering Services	79,281.61		79,281.61	5,951.26	73,330.35
Other Purchased Professional Services	25,320.00	(500.00)	24,820.00	9,130.00	15,690.00
Communications / Telephone	442,415.00	573.35	442,988.35	384,131.44	58,856.91
BOE Other Purchased Services	10,000.00	(2,000.00)	8,000.00	333.41	7,666.59
Other Purchased Services (400-500 series)	103,000.00	2,445.00	105,445.00	36,588.55	68,856.45
General Supplies	8,500.00	230.00	8,730.00	5,956.57	2,773.43
Judgments Against the School District	215,000.00	(9,825.35)	205,174.65	23,741.03	181,433.62
Miscellaneous Expenditures	15,000.00	100.00	15,100.00	7,345.88	7,754.12
BOE Membership Dues and Fees	35,000.00	(100.00)	34,900.00	29,569.57	5,330.43
	<u>1,453,177.61</u>	<u>(0.00)</u>	<u>1,453,177.61</u>	<u>947,832.95</u>	<u>505,344.66</u>
Total Undistributed Expenditures - Support Services - General Administration					
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals / Assistant Principals	1,995,515.00	536.16	1,996,051.16	1,996,050.12	1.04
Salaries of Other Professional Staff	232,860.00	19,097.63	251,957.63	251,957.63	
Salaries of Secretarial and Clerical Assistants	1,139,934.00	(64,878.79)	1,075,055.21	1,056,523.26	18,531.95
Purchased Professional and Technical Services	2,500.00	(2,500.00)			
Other Purchased Services (400-500 series)	45,250.00	(75.00)	45,175.00	27,408.71	17,766.29
Supplies and Materials	126,841.17	(10,905.98)	115,935.19	59,812.17	56,123.02
Other Objects	19,340.00	(193.00)	19,147.00	16,786.00	2,361.00
	<u>3,562,240.17</u>	<u>(58,918.98)</u>	<u>3,503,321.19</u>	<u>3,408,537.89</u>	<u>94,783.30</u>
Total Undistributed Expenditures - Support Services - School Administration					

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	Original <u>Budget</u>	Budget Modifications / <u>Transfers</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable / <u>(Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Central Services:					
Salaries	\$ 958,553.00	\$ (5,578.43)	\$ 952,974.57	\$ 864,782.79	\$ 88,191.78
Unused Vacation Payment to Terminated/Retired Staff		5,578.43	5,578.43	5,578.43	
Purchased Professional Services	156,225.00	(13,100.00)	143,125.00	29,468.53	113,656.47
Purchased Technical Services	46,830.00		46,830.00	20,260.00	26,570.00
Miscellaneous Purchased Services	72,485.00	(2,246.00)	70,239.00	38,735.09	31,503.91
Supplies and Materials	49,258.15	13,100.00	62,358.15	38,122.91	24,235.24
Miscellaneous Expenditures	11,500.00		11,500.00	3,487.54	8,012.46
Total Undistributed Expenditures - Central Services	1,294,851.15	(2,246.00)	1,292,605.15	1,000,435.29	292,169.86
Undistributed Expenditures - Administration Information Technology:					
Salaries	180,513.00		180,513.00	170,314.33	10198.67
Purchased Technical Services	439,200.00		439,200.00	401,754.34	37,445.66
Other Purchased Services	288,174.00		288,174.00	122,952.36	165,221.64
Supplies and Materials	28,914.00		28,914.00	28,914.00	
Total Undistributed Expenditures - Administration Information Technology	936,801.00	-	936,801.00	695,021.03	241,779.97
Undistributed Expenditures - Required Maintenance for School Facilities:					
Cleaning, Repair and Maintenance Services	1,113,673.56	(65,001.01)	1,048,672.55	495,558.73	553,113.82
Total Undistributed Expenditures - Required Maintenance for School Facilities	1,113,673.56	(65,001.01)	1,048,672.55	495,558.73	553,113.82
Undistributed Expenditures - Operation and Maintenance of Plant Services:					
Salaries	44,739.00	4,467.75	49,206.75	49,206.75	
Purchased Professional and Technical Services	50,548.00	(4,967.75)	45,580.25	35,000.00	10,580.25
Cleaning, Repair and Maintenance Services	3,079,651.01	(51,002.39)	3,028,648.62	2,958,026.92	70,621.70
Other Purchased Property Services	324,000.00	5,685.54	329,685.54	329,638.00	47.54
Insurance	457,000.00		457,000.00	457,000.00	
General Supplies	420,263.86	(12,439.61)	407,824.25	382,216.48	25,607.77
Energy (Natural Gas)	495,000.00	(60,000.00)	435,000.00	232,393.34	202,606.66
Energy (Electricity)	1,147,000.00	60,000.00	1,207,000.00	1,197,610.70	9,389.30
Energy (Oil)	15,000.00		15,000.00	5,490.60	9,509.40
Other Objects		500.00	500.00		500.00
Total Undistributed Expenditures - Operation and Maintenance of Plant Services	6,033,201.87	(57,756.46)	5,975,445.41	5,646,582.79	328,862.62

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Care and Upkeep of Grounds:					
Cleaning, Repair and Maintenance Services	\$ 306,645.20	\$ (37,401.00)	\$ 269,244.20	\$ 148,508.81	\$ 120,735.39
General Supplies	10,000.00		10,000.00	9,769.29	230.71
Total Undistributed Expenditures - Care and Upkeep of Grounds	316,645.20	(37,401.00)	279,244.20	158,278.10	120,966.10
Undistributed Expenditures - Security:					
Personal Services - Salaries	88,440.00	(26,880.00)	61,560.00	61,560.00	
Security Supplies and Materials	61,560.00	(35,920.00)	25,640.00	1,000.00	24,640.00
Total Undistributed Expenditures - Security Equipment	150,000.00	(62,800.00)	87,200.00	62,560.00	24,640.00
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation (Between Home and School) - Regular	2,405,593.00	39,656.00	2,445,249.00	2,273,780.21	171,468.79
Salaries for Pupil Transportation (Between Home and School) - Special Ed	399,681.00	(39,656.00)	360,025.00	296,354.15	63,670.85
Management Fee - ESC & CTSA Transportation Programs	75,000.00	7,179.21	82,179.21	82,179.21	
Other Purchased Professional and Technical Services	319,900.00	(5,964.00)	313,936.00	310,095.34	3,840.66
Cleaning, Repair, & Maintenance Services	263,423.74	348,861.60	612,285.34	596,829.21	15,456.13
Rental Payments- School Buses	1,000.00	(1,000.00)			
Contracted Services (Between Home and School) - Vendors	140,000.00		140,000.00	140,000.00	
Contracted Services (Between Home and School) - Joint Agreement	35,000.00	60909.09	95,909.09	85,366.16	10,542.93
Contracted Services (Special Education Students) - Vendors	250,000.00	(80,061.72)	169,938.28	169,938.28	
Contracted Services (Special Education Students) - Joint Agreement	50,000.00	11,200.99	61,200.99	61,200.99	
Aid-in-Lieu-of Payments	325,000.00	(46,335.27)	278,664.73	278,664.73	
Contracted Services - Aid-in-Lieu of Payments - Choice Schools	140,000.00	6,558.93	146,558.93	146,558.93	
Contracted Services (Regular Students) - ESCs & CTSA	910,000.00	(10,000.00)	900,000.00	900,000.00	
Contracted Services (Special Education Students) - ESCs & CTSA	500,000.00	117,383.23	617,383.23	617,383.23	
Miscellaneous Purchased Services - Transportation	303,190.00	(18,387.40)	284,802.60	275,438.72	9,363.88
Supplies and Materials	23,556.44	7,133.91	30,690.35	25,468.59	5,221.76
Transportation Supplies	1,400,000.00	(477,787.32)	922,212.68	745,969.03	176,243.65
Other Object	19,000.00	3,361.41	22,361.41	22,282.78	78.63
Total Undistributed Expenditures - Student Transportation Services	7,560,344.18	(76,947.34)	7,483,396.84	7,027,509.56	455,887.28
Unallocated Benefits:					
Social Security Contributions	700,000.00		700,000.00	557,990.28	142,009.72
Other Retirement Contributions - Regular	901,669.00	(275,000.00)	626,669.00	546,073.75	80,595.25
Unemployment Compensation	500,000.00		500,000.00	169,768.07	330,231.93
Workmen's Compensation	700,000.00		700,000.00	659,350.15	40,649.85
Health Benefits	11,635,430.00	(1,324,182.45)	10,311,247.55	9,377,924.11	933,323.44
Tuition Reimbursement	200,000.00		200,000.00	60,596.47	139,403.53
Other Employee Benefits	810,000.00	(239,349.17)	570,650.83	566,964.60	3,686.23
Unused Sick Payment to Terminated/Retired Staff		345,000.00	345,000.00	229,788.59	115,211.41
Total Unallocated Benefits	15,447,099.00	(1,493,531.62)	13,953,567.38	12,168,456.02	1,785,111.36

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Modifications / Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable / (Unfavorable)</u>
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
On-behalf Contributions (non-budgeted):					
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				\$ 3,522,407.00	\$ (3,522,407.00)
Teacher's Pension & Annuity Fund (On-Behalf - Non-Budgeted)				2,817,840.00	(2,817,840.00)
TPAF Non-contributory Insurance (On-Behalf - Non-Budgeted)				140,367.00	(140,367.00)
Reimbursed T.P.A.F. Social Security Contributions (non-budgeted)				2,875,504.70	(2,875,504.70)
Total On-behalf Contributions	-	-	-	9,356,118.70	(9,356,118.70)
Total Undistributed Expenditures	\$ 54,411,380.41	\$ (779,154.32)	\$ 53,632,226.09	56,728,856.04	(3,096,629.95)
Total Current Expense	92,208,531.56	(520,987.86)	91,687,543.70	92,452,705.66	(765,161.96)
Capital Outlay:					
Equipment:					
Undistributed Expenditures - Central Services	4,650.00	2,246.00	6,896.00	4,650.00	2,246.00
Undistributed Expenditures - Admin Info Tech	624,025.00		624,025.00	400,003.00	224,022.00
Undistributed Expenditures - Custodial Services		13,701.65	13,701.65	13,701.65	
Undistributed Expenditures - Care and Upkeep of Grounds	67,026.00	147,808.81	214,834.81	214,834.78	0.03
Undistributed Expenditures - Security Equipment	37,170.00	234,400.00	271,570.00	37,170.00	234,400.00
School Buses - Regular	699,930.00	(92,747.40)	607,182.60	199,930.00	407,252.60
School Buses - Special	685,240.00	171,825.80	857,065.80	485,240.00	371,825.80
Grades 1-5	30,375.00		30,375.00	30,375.00	
Grades 6-8	6,750.00	2,990.00	9,740.00	9,740.00	
Grades 9-12	36,504.00	28,400.00	64,904.00	36,504.00	28,400.00
Instruction Equipment	32,815.99		32,815.99	32,815.99	
Total Equipment	2,224,485.99	508,624.86	2,733,110.85	1,464,964.42	1,268,146.43
Facilities Acquisition and Constructing Services:					
Legal Services	47,520.00	(47,520.00)			
Architectural / Engineering Services	1,020,150.00	(897,700.00)	122,450.00	75,843.45	46,606.55
Other Purchased Prof. and Tech. Services	409,080.00	(401,330.00)	7,750.00		7,750.00
Construction Services	10,186,000.00	(8,977,000.00)	1,209,000.00	766,370.97	442,629.03
Other Objects	586,800.00	(475,200.00)	111,600.00		111,600.00
Assessment for Debt Service on SDA Funding	26,043.00		26,043.00	26,043.00	
Total Facilities Acquisition and Constructing Services	12,275,593.00	(10,798,750.00)	1,476,843.00	868,257.42	608,585.58
Total Capital Outlay	14,500,078.99	(10,290,125.14)	4,209,953.85	2,333,221.84	1,876,732.01

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund
 Required Supplementary Information
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual Favorable / (Unfavorable)
EXPENDITURES (CONT'D):					
Transfer of Funds to Charter Schools	\$ 459,820.00	\$ 12,363.00	\$ 472,183.00	\$ 472,183.00	
Interest Deposit to Capital Reserve	600.00		600.00		\$ 600.00
Total Expenditures	<u>107,169,030.55</u>	<u>(10,798,750.00)</u>	<u>96,370,280.55</u>	<u>95,258,110.50</u>	<u>1,112,170.05</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,141,860.55)</u>	<u>10,798,750.00</u>	<u>(3,343,110.55)</u>	<u>9,002,738.21</u>	<u>12,345,848.76</u>
Other Financing Sources (Uses):					
Transfer to Capital Projects Fund		<u>(10,817,250.00)</u>	<u>(10,817,250.00)</u>	<u>(10,817,250.00)</u>	
Total Other Financing Sources (Uses)	<u>-</u>	<u>(10,817,250.00)</u>	<u>(10,817,250.00)</u>	<u>(10,817,250.00)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(14,141,860.55)</u>	<u>(18,500.00)</u>	<u>(14,160,360.55)</u>	<u>(1,814,511.79)</u>	<u>12,345,848.76</u>
Fund Balances, July 1	<u>25,775,618.22</u>	<u>(25,775,618.22)</u>	<u>25,775,618.22</u>	<u>25,775,618.22</u>	<u>25,775,618.22</u>
Fund Balances, June 30	<u>\$ 11,633,757.67</u>	<u>\$ (25,794,118.22)</u>	<u>\$ 11,615,257.67</u>	<u>\$ 23,961,106.43</u>	<u>\$ 38,121,466.98</u>
Recapitulation:					
Restricted Fund Balance:					
Capital Reserve				\$ 11,899,759.34	
Maintenance Reserve				2,003,955.80	
Excess Surplus - Designated for Subsequent Year's Expenditures				2,213,981.00	
Excess Surplus				2,649,120.00	
Assigned Fund Balance:					
Year-End Encumbrances				2,871,919.93	
Designated for Subsequent Year's Expenditures - SEMI ARRA				85,665.78	
Designated for Subsequent Year's Expenditures - SEMI 13-14 Cost Settlement				142,404.74	
Unassigned Fund Balance				<u>2,094,299.84</u>	
				23,961,106.43	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payment Not Recognized on GAAP Basis				<u>4,248,658.70</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 19,712,447.73</u>	

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Special Revenue Fund
Required Supplementary Information
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable / (Unfavorable)
REVENUES:					
Local Sources:					
Revenue from Local Sources		\$ 49,063.81	\$ 49,063.81	\$ 30,299.68	\$ (18,764.13)
Total - Local Sources	-	49,063.81	49,063.81	30,299.68	(18,764.13)
State Sources:					
Preschool Education Aid	\$ 1,331,447.00		1,331,447.00	1,199,062.84	(132,384.16)
School Based Youth Program	220,462.00	52,666.00	273,128.00	269,144.19	(3,983.81)
Nonpublic Aid	87,520.00	40,507.00	128,027.00	58,332.27	(69,694.73)
Total - State Sources	1,639,429.00	93,173.00	1,732,602.00	1,526,539.30	(206,062.70)
Federal Sources:					
Title I	765,124.00	677,945.34	1,443,069.34	1,336,779.26	(106,290.08)
Title II Part A	165,685.00	153,785.43	319,470.43	298,350.98	(21,119.45)
Title III	18,877.00	866.03	19,743.03	14,687.42	(5,055.61)
Title III - Immigrant		11,789.54	11,789.54	8,794.05	(2,995.49)
I.D.E.A., Part B	1,055,395.00	436,247.73	1,491,642.73	1,367,822.19	(123,820.54)
I.D.E.A., Part B, Preschool Incentive		80,412.86	80,412.86	72,016.00	(8,396.86)
JROTC	49,245.00	20,618.97	69,863.97	69,863.97	
Carl D. Perkins Vocational and Technical Education Act	52,239.00	(21,735.00)	30,504.00	29,892.15	(611.85)
Total - Federal Sources	2,106,565.00	1,359,930.90	3,466,495.90	3,198,206.02	(268,289.88)
Total Revenues	3,745,994.00	1,502,167.71	5,248,161.71	4,755,045.00	(493,116.71)

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Special Revenue Fund
Required Supplementary Information
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable / (Unfavorable)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 1,674,511.00	\$ (240,426.03)	\$ 1,434,084.97	\$ 1,353,719.61	\$ 80,365.36
Purchased Professional and Technical Services	111,339.00	293,440.00	404,779.00	314,597.43	90,181.57
Other Purchased Services (400-500 series)	964,882.00	370,394.00	1,335,276.00	1,254,371.61	80,904.39
Supplies and Materials	50,000.00	497,604.67	547,604.67	475,784.14	71,820.53
General Supplies	3,302.00	(1,066.00)	2,236.00	1,953.00	283.00
Textbooks	6,149.00	(1,238.00)	4,911.00	4,902.75	8.25
Other Objects		2,686.00	2,686.00	1,888.13	797.87
Total Instruction	<u>2,810,183.00</u>	<u>921,394.64</u>	<u>3,731,577.64</u>	<u>3,407,216.67</u>	<u>324,360.97</u>
Support Services:					
Personal Services - Salaries	90,513.00	40,131.00	130,644.00	130,222.92	421.08
Salaries of Program Directors	133,666.00		133,666.00	133,465.35	200.65
Salaries of Secretarial and Clerical Assistants	44,839.44	8,410.56	53,250.00	52,037.79	1,212.21
Other Salaries	102,100.00	(28,709.00)	73,391.00	72,390.92	1,000.08
Personal Services - Employee Benefits	304,936.56	115,258.94	420,195.50	389,702.65	30,492.85
Purchased Professional and Technical Services	18,969.00	196,024.93	214,993.93	185,610.77	29,383.16
Purchased Educational Services - Contracted Pre-K	180,000.00	67,000.00	247,000.00	229,286.76	17,713.24
Purchased Professional Services	5,000.00		5,000.00	2,760.00	2,240.00
Contracted Services - Transportation	10,000.00		10,000.00	5,088.10	4,911.90
Travel	3,000.00	2,226.83	5,226.83	3,145.58	2,081.25
Other Purchased Services (400-500 series)		75,279.00	75,279.00	64,217.50	11,061.50
Supplies and Materials	42,787.00	70,072.81	112,859.81	51,540.34	61,319.47
Other Objects		25,078.00	25,078.00	21,349.13	3,728.87
Total Support Services	<u>935,811.00</u>	<u>570,773.07</u>	<u>1,506,584.07</u>	<u>1,340,817.81</u>	<u>165,766.26</u>
Facilities Acquisition and Construction Services:					
Instructional Equipment		10,000.00	10,000.00	7,010.52	2,989.48
Facilities Acquisition and Construction Services	<u>-</u>	<u>10,000.00</u>	<u>10,000.00</u>	<u>7,010.52</u>	<u>2,989.48</u>
Total Expenditures	<u>3,745,994.00</u>	<u>1,502,167.71</u>	<u>5,248,161.71</u>	<u>4,755,045.00</u>	<u>493,116.71</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 Note to RSI
 For the Fiscal Year Ended June 30, 2016

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources / Inflows of Resources:		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	\$ 104,260,848.71	\$ 4,755,045.00
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		1,764.54
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 expense (GASB 33) received July 2015.	4,276,941.10	38,480.90
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 expense (GASB 33) received July 2016.	<u>(4,248,658.70)</u>	<u>(69,655.30)</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 104,289,131.11</u>	<u>\$ 4,725,635.14</u>
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 95,258,110.50	\$ 4,755,045.00
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		<u>1,764.54</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 95,258,110.50</u>	<u>\$ 4,756,809.54</u>

**REQUIRED SUPPLEMENTARY INFORMATION
PART III**

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS)
 Last Three Fiscal Years

	Measurement Date Ending June 30,		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.0627571293%	0.0664376010%	0.0644432863%
School District's Proportionate Share of the Net Pension Liability	\$ 14,087,718.00	\$ 12,438,936.00	\$ 12,316,392.00
School District's Covered Payroll (Plan Measurement Period)	\$ 4,639,976.00	\$ 4,379,301.00	\$ 4,592,059.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered Payroll	303.62%	284.04%	268.21%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Contributions
 Public Employees' Retirement System (PERS)
 Last Three Fiscal Years

	Fiscal Year Ended June 30,		
	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 615,470.00	\$ 539,543.00	\$ 547,702.00
Contributions in Relation to the Contractually Required Contribution	<u>(615,470.00)</u>	<u>(539,543.00)</u>	<u>(547,702.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's Covered Payroll	\$ 4,660,081.00	\$ 4,413,000.00	\$ 4,379,301.00
Contributions as a Percentage of School District's Covered-Employee Payroll	13.21%	12.23%	12.51%

Note: This schedule is presented to illustrate the requirement to show information for 10 years.
 However, until a full 10-year trend is compiled, this presentation will only include information
 for those years for which information is available.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Teachers' Pension and Annuity Fund (TPAF)
 Last Three Fiscal Years

	Measurement Date Ending June 30,		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability Associated with the School District	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>
	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability Associated with the School District	<u>233,797,882.00</u>	<u>193,623,176.00</u>	<u>197,213,129.00</u>
	<u>\$ 233,797,882.00</u>	<u>\$ 193,623,176.00</u>	<u>\$ 197,213,129.00</u>
School District's Covered Payroll (Plan Measurement Date)	\$ 43,866,644.00	\$ 36,422,038.00	\$ 36,530,214.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered Payroll	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered Payroll	532.97%	531.61%	539.86%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	28.71%	33.64%	33.76%

Note: This schedule is presented to illustrate the requirement to show information for 10 years.
 However, until a full 10-year trend is compiled, this presentation will only include information
 for those years for which information is available.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Required Supplementary Information
Schedule of School District's Contributions
Teachers' Pension and Annuity Fund (TPAF)
Last 10 Fiscal Years

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Notes to Required Supplementary Information - Part III
For the Fiscal Year Ended June 30, 2016

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None

Changes in Assumptions - The discount rate changed from 5.39% as of June 30, 2014, to 4.90% as of June 30, 2015, in accordance with Paragraph 44 of GASB Statement No. 67.

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None

Changes in Assumptions - The discount rate changed from 4.68% as of June 30, 2014, to 4.13% as of June 30, 2015, in accordance with Paragraph 44 of GASB Statement No. 67.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Special Revenue Fund
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2016

	NCLB				I.D.E.A Part B		Total Carried Forward
	Title I - Part A	Title II - Part A, Improving Teacher Qualify State Grants	Title III	Title III - Immigrant	Basic	Preschool	
REVENUES:							
Federal Sources	\$ 1,336,779.26	\$ 298,350.98	\$ 14,687.42	\$ 8,794.05	\$ 1,367,822.19	\$ 72,016.00	\$ 3,098,449.90
State Sources							
Local Sources							
Total Revenues	1,336,779.26	298,350.98	14,687.42	8,794.05	1,367,822.19	72,016.00	3,098,449.90
EXPENDITURES:							
Instruction:							
Salaries of Teachers	592,079.15	2,400.00	7,320.00	5,000.00	21,320.00		628,119.15
Purchased Professional and Technical Services	137,582.57	137,595.91					275,178.48
Other Purchased Services (400-500 series)					1,182,355.61	72,016.00	1,254,371.61
Supplies and Materials	375,389.43	5,781.94	6,667.44	1,411.55	24,213.58		413,463.94
General Supplies							
Textbooks							
Other Objects							
Total Instruction	1,105,051.15	145,777.85	13,987.44	6,411.55	1,227,889.19	72,016.00	2,571,133.18
Support Services:							
Personal Services - Salaries	39,231.00				90,511.92		129,742.92
Salaries of Program Directors							
Salaries of Secretarial and Clerical Assistants							
Other Salaries							
Personal Services - Employee Benefits	120,287.00	183.60	559.98	382.50	28,160.06		149,573.14
Purchased Professional and Technical Services	12,918.75	140,477.78		2,000.00	6,897.00		162,293.53
Purchased Educational Services - Contracted Pre-K							
Purchased Professional Services							
Contracted Services - Transportation							
Travel							
Other Purchased Services (400-500 series)	53,604.00				7,353.50		60,957.50
Supplies and Materials	5,107.86	11,911.75					17,019.61
Other Objects	579.50		140.00				719.50
Total Support Services	231,728.11	152,573.13	699.98	2,382.50	132,922.48	-	520,306.20
Facilities Acquisition and Construction Services:							
Instructional Equipment					7,010.52		7,010.52
Facilities Acquisition and Construction Services	-	-			7,010.52		7,010.52
Total Expenditures	1,336,779.26	298,350.98	14,687.42	8,794.05	1,367,822.19	72,016.00	3,098,449.90
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2016

	Total Brought Forward	JROTC	Carl Perkins Vocational and Technical Education Act	NJ Nonpublic Textbook Aid, Ch. 194, L. 1979	NJ Nonpublic Technology Aid	NJ Nonpublic Handicapped Services Ch. 193	NJ Nonpublic Auxiliary Services Ch. 192	Total Carried Forward
REVENUES:								
Federal Sources	\$ 3,098,449.90	\$ 69,863.97	\$ 29,892.15					\$ 3,198,206.02
State Sources				\$ 4,902.75	\$ 1,953.00	\$ 13,893.15	\$ 28,125.77	48,874.67
Local Sources								
Total Revenues	3,098,449.90	69,863.97	29,892.15	4,902.75	1,953.00	13,893.15	28,125.77	3,247,080.69
EXPENDITURES:								
Instruction:								
Salaries of Teachers	628,119.15	69,863.97						697,983.12
Purchased Professional and Technical Services	275,178.48		1,200.00			13,893.15	24,325.80	314,597.43
Other Purchased Services (400-500 series)	1,254,371.61							1,254,371.61
Supplies and Materials	413,463.94		24,558.60					438,022.54
General Supplies					1,953.00			1,953.00
Textbooks				4,902.75				4,902.75
Other Objects								
Total Instruction	2,571,133.18	69,863.97	25,758.60	4,902.75	1,953.00	13,893.15	24,325.80	2,711,830.45
Support Services:								
Personal Services - Salaries	129,742.92		480.00					130,222.92
Salaries of Program Directors								
Salaries of Secretarial and Clerical Assistants								
Other Salaries								
Personal Services - Employee Benefits	149,573.14		36.72					149,609.86
Purchased Professional and Technical Services	162,293.53						3,799.97	166,093.50
Purchased Educational Services - Contracted Pre-K								
Purchased Professional Services								
Contracted Services - Transportation								
Travel			2,226.83					2,226.83
Other Purchased Services (400-500 series)	60,957.50		1,390.00					62,347.50
Supplies and Materials	17,019.61							17,019.61
Other Objects	719.50							719.50
Total Support Services	520,306.20	-	4,133.55	-	-	-	3,799.97	528,239.72
Facilities Acquisition and Construction Services:								
Instructional Equipment	7,010.52							7,010.52
Facilities Acquisition and Construction Services	7,010.52	-	-	-	-	-	-	7,010.52
Total Expenditures	3,098,449.90	69,863.97	29,892.15	4,902.75	1,953.00	13,893.15	28,125.77	3,247,080.69
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2016

	Total Brought Forward	NJ Nonpublic Nursing Services Aid, (Chapter 226)	NJ Nonpublic Security Aid	Preschool Education Aid	School Based Youth Program	Target Field Trip School #1	Target Field Trip School #4	Total Carried Forward
REVENUES:								
Federal Sources	\$ 3,198,206.02							\$ 3,198,206.02
State Sources	48,874.67	\$ 7,662.60	\$ 1,795.00	\$ 1,199,062.84	\$ 269,144.19			1,526,539.30
Local Sources						\$ 700.00	\$ 700.00	1,400.00
Total Revenues	3,247,080.69	7,662.60	1,795.00	1,199,062.84	269,144.19	700.00	700.00	4,726,145.32
EXPENDITURES:								
Instruction:								
Salaries of Teachers	697,983.12			655,736.49				1,353,719.61
Purchased Professional and Technical Services	314,597.43							314,597.43
Other Purchased Services (400-500 series)	1,254,371.61							1,254,371.61
Supplies and Materials	438,022.54		1,795.00	33,004.77				472,822.31
General Supplies	1,953.00							1,953.00
Textbooks	4,902.75							4,902.75
Other Objects						700.00	700.00	1,400.00
Total Instruction	2,711,830.45	-	1,795.00	688,741.26	-	700.00	700.00	3,403,766.71
Support Services:								
Personal Services - Salaries	130,222.92							130,222.92
Salaries of Program Directors				57,299.43	76,165.92			133,465.35
Salaries of Secretarial and Clerical Assistants				25,787.79	26,250.00			52,037.79
Other Salaries					72,390.92			72,390.92
Personal Services - Employee Benefits	149,609.86			188,661.98	51,430.81			389,702.65
Purchased Professional and Technical Services	166,093.50	7,662.60			8,496.43			182,252.53
Purchased Educational Services - Contracted Pre-K				229,286.76				229,286.76
Purchased Professional Services				2,760.00				2,760.00
Contracted Services - Transportation				5,088.10				5,088.10
Travel	2,226.83			918.75				3,145.58
Other Purchased Services (400-500 series)	62,347.50				1,870.00			64,217.50
Supplies and Materials	17,019.61			518.77	11,910.48			29,448.86
Other Objects	719.50				20,629.63			21,349.13
Total Support Services	528,239.72	7,662.60	-	510,321.58	269,144.19	-	-	1,315,368.09
Facilities Acquisition and Construction Services:								
Instructional Equipment	7,010.52							7,010.52
Facilities Acquisition and Construction Services	7,010.52		-	-		-	-	7,010.52
Total Expenditures	3,247,080.69	7,662.60	1,795.00	1,199,062.84	269,144.19	700.00	700.00	4,726,145.32
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2016

	Total Brought <u>Forward</u>	NJSBAIG 2011 <u>Safety Grant</u>	NJSBAIG 2015 <u>Safety Grant</u>	HSA Donation <u>Fund-Day Shirt</u>	HSA Sch 5 <u>Leader in Me Program</u>	Energy for the <u>Arts Grant</u>	Total Carried <u>Forward</u>
REVENUES:							
Federal Sources	\$ 3,198,206.02						\$ 3,198,206.02
State Sources	1,526,539.30						1,526,539.30
Local Sources	<u>1,400.00</u>	\$ <u>775.00</u>	\$ <u>4,153.67</u>	\$ <u>1,000.00</u>	\$ <u>3,358.24</u>	\$ <u>978.00</u>	<u>11,664.91</u>
Total Revenues	<u>4,726,145.32</u>	<u>775.00</u>	<u>4,153.67</u>	<u>1,000.00</u>	<u>3,358.24</u>	<u>978.00</u>	<u>4,736,410.23</u>
EXPENDITURES:							
Instruction:							
Salaries of Teachers	1,353,719.61						1,353,719.61
Purchased Professional and Technical Services	314,597.43						314,597.43
Other Purchased Services (400-500 series)	1,254,371.61						1,254,371.61
Supplies and Materials	472,822.31			1,000.00		978.00	474,800.31
General Supplies	1,953.00						1,953.00
Textbooks	4,902.75						4,902.75
Other Objects	<u>1,400.00</u>						<u>1,400.00</u>
Total Instruction	<u>3,403,766.71</u>	<u>-</u>	<u>-</u>	<u>1,000.00</u>	<u>-</u>	<u>978.00</u>	<u>3,405,744.71</u>
Support Services:							
Personal Services - Salaries	130,222.92						130,222.92
Salaries of Program Directors	133,465.35						133,465.35
Salaries of Secretarial and Clerical Assistants	52,037.79						52,037.79
Other Salaries	72,390.92						72,390.92
Personal Services - Employee Benefits	389,702.65						389,702.65
Purchased Professional and Technical Services	182,252.53				3,358.24		185,610.77
Purchased Educational Services - Contracted Pre-K	229,286.76						229,286.76
Purchased Professional Services	2,760.00						2,760.00
Contracted Services - Transportation	5,088.10						5,088.10
Travel	3,145.58						3,145.58
Other Purchased Services (400-500 series)	64,217.50						64,217.50
Supplies and Materials	29,448.86	775.00	4,153.67				34,377.53
Other Objects	<u>21,349.13</u>						<u>21,349.13</u>
Total Support Services	<u>1,315,368.09</u>	<u>775.00</u>	<u>4,153.67</u>	<u>-</u>	<u>3,358.24</u>	<u>-</u>	<u>1,323,655.00</u>
Facilities Acquisition and Construction Services:							
Instructional Equipment	<u>7,010.52</u>						<u>7,010.52</u>
Facilities Acquisition and Construction Services	<u>7,010.52</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,010.52</u>
Total Expenditures	<u>4,726,145.32</u>	<u>775.00</u>	<u>4,153.67</u>	<u>1,000.00</u>	<u>3,358.24</u>	<u>978.00</u>	<u>4,736,410.23</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2016

	Total Brought <u>Forward</u>	JROTC <u>Donation - Mayor</u>	NJSBAIG 2014 <u>Safety Grant</u>	Make World Better Foundation <u>Field Trip</u>	<u>Final</u>
REVENUES:					
Federal Sources	\$ 3,198,206.02				\$ 3,198,206.02
State Sources	1,526,539.30				1,526,539.30
Local Sources	11,664.91	\$ 983.83	\$ 17,162.81	\$ 488.13	30,299.68
Total Revenues	4,736,410.23	983.83	17,162.81	488.13	4,755,045.00
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,353,719.61				1,353,719.61
Purchased Professional and Technical Services	314,597.43				314,597.43
Other Purchased Services (400-500 series)	1,254,371.61				1,254,371.61
Supplies and Materials	474,800.31	983.83			475,784.14
General Supplies	1,953.00				1,953.00
Textbooks	4,902.75				4,902.75
Other Objects	1,400.00			488.13	1,888.13
Total Instruction	3,405,744.71	983.83	-	488.13	3,407,216.67
Support Services:					
Personal Services - Salaries	130,222.92				130,222.92
Salaries of Program Directors	133,465.35				133,465.35
Salaries of Secretarial and Clerical Assistants	52,037.79				52,037.79
Other Salaries	72,390.92				72,390.92
Personal Services - Employee Benefits	389,702.65				389,702.65
Purchased Professional and Technical Services	185,610.77				185,610.77
Purchased Educational Services - Contracted Pre-K	229,286.76				229,286.76
Purchased Professional Services	2,760.00				2,760.00
Contracted Services - Transportation	5,088.10				5,088.10
Travel	3,145.58				3,145.58
Other Purchased Services (400-500 series)	64,217.50				64,217.50
Supplies and Materials	34,377.53		17,162.81		51,540.34
Other Objects	21,349.13				21,349.13
Total Support Services	1,323,655.00	-	17,162.81	-	1,340,817.81
Facilities Acquisition and Construction Services:					
Instructional Equipment	7,010.52				7,010.52
Total Expenditures	4,736,410.23	983.83	17,162.81	488.13	4,755,045.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Special Revenue Fund
 Schedule of Preschool Education Aid Expenditures
 Preschool - All Programs
 Budgetary Basis
 For the Fiscal Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 675,580.00	\$ 655,736.49	\$ 19,843.51
Supplies and Materials	50,000.00	33,004.77	16,995.23
Total instruction	<u>725,580.00</u>	<u>688,741.26</u>	<u>36,838.74</u>
Support Services:			
Salaries of Program Directors	57,500.00	57,299.43	200.57
Salaries of Secretarial and Clerical Assistants	27,000.00	25,787.79	1,212.21
Other Salaries	1,000.00		1,000.00
Personal Services - Employee Benefits	212,580.00	188,661.98	23,918.02
Purchased Educational Services - Contracted Pre-K	247,000.00	229,286.76	17,713.24
Purchased Professional Services	5,000.00	2,760.00	2,240.00
Contracted Services - Transportation	10,000.00	5,088.10	4,911.90
Travel	3,000.00	918.75	2,081.25
Supplies and Materials	42,787.00	518.77	42,268.23
Total Support Services	<u>605,867.00</u>	<u>510,321.58</u>	<u>95,545.42</u>
Total Expenditures	<u>\$ 1,331,447.00</u>	<u>\$ 1,199,062.84</u>	<u>\$ 132,384.16</u>

CALCULATION OF BUDGET & CARRYOVER

Total revised 2015-16 Preschool Education Aid Allocation	\$ 696,553.00
Add: Actual Carryover (June 30, 2015)	306,877.64
Add: Budgeted Transfer From General Fund 2015-16	<u>438,356.00</u>
Total Preschool Education Aid Funds Available for the 2015-16 Budget	1,441,786.64
Less: 2015-16 Budgeted Preschool Education Aid (Including prior year budget carryover)	<u>(1,331,447.00)</u>
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2016	110,339.64
Add: June 30, 2016 Unexpended Preschool Education Aid	<u>132,384.16</u>
2015-16 Carryover - Preschool Education Aid Programs	<u>\$ 242,723.80</u>
2015-16 Preschool Education Aid Carryover Budgeted for Preschool Programs 2016-2017	<u>\$ 110,340.00</u>

CAPITAL PROJECTS FUND

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Project Expenditures
 For the Fiscal Year Ended June 30, 2016

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	Expenditures to Date		Unexpended Appropriations June 30, 2016
			Prior Years	Current Year	
Middle School Roofing Project	June 4, 2010	\$ 3,437,500.00	\$ 1,948,912.40		\$ 1,488,587.60
High School Roofing Project	June 4, 2010	3,125,000.00	2,536,660.34		588,339.66
High School Window Replacement Project	May 23, 2014	1,189,300.00	964,660.00	\$ 10,711.00	213,929.00
School No. 2 Courtyard Drainage Project	May 23, 2014	145,391.00	4,900.00	129,149.10	11,341.90
Middle School Unit Vent Project	April 9, 2015	1,754,400.00	70,095.25	765,192.10	919,112.65
Demolition of Building - Blue Anchor	April 29, 2015	200,000.00	32,965.75	105,394.29	61,639.96
High School ADA and Security	January 16, 2015	740,681.00	26,880.00	288,817.00	424,984.00
Middle School Window and HVAC Replacement	January 16, 2015	2,516,430.00	102,477.80	1,835,916.28	578,035.92
School 4 Addition	August 26, 2015	10,140,000.00		2,197,087.08	7,942,912.92
High School Front Elevation	October 9, 2015	658,750.00		62,604.80	596,145.20
Totals		<u>\$ 23,907,452.00</u>	<u>\$ 5,687,551.54</u>	<u>\$ 5,394,871.65</u>	<u>\$ 12,825,028.81</u>

Reconciliation to Governmental Fund Statement (GAAP):

Unexpended Balance as of June 30, 2016

SDA Grant Revenue Not Recognized on GAAP Basis

\$ 12,825,028.81

(3,226,125.08)

Fund Balance per Governmental Funds (GAAP)

\$ 9,598,903.73

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance
 For the Fiscal Year Ended June 30, 2016

Revenues and Other Financing Sources	
Grant Proceeds	\$ -
Local Share	<u>10,817,250.00</u>
Total Revenues	<u>10,817,250.00</u>
Expenditures and Other Financing Uses	
Architect/Engineer Services	723,046.66
Other Professional Services	140,837.22
Construction Services	4,387,011.07
Land Improvements	97,037.54
Other Objects	<u>46,939.16</u>
Total Expenditures	<u>5,394,871.65</u>
Excess (deficiency) or revenues over (under) expenditures	5,422,378.35
Fund Balance -- Beginning	<u>7,402,650.46</u>
Fund Balance -- Ending	<u><u>\$ 12,825,028.81</u></u>
Reconciliation to Governmental Fund Statement (GAAP):	
Unexpended Balance as of June 30, 2016	\$ 12,825,028.81
SDA Grant Revenue Not Recognized on GAAP Basis	<u>(3,226,125.08)</u>
Fund Balance per Governmental Funds (GAAP)	<u><u>\$ 9,598,903.73</u></u>

Note: For F-2 Exhibits, SDA Grant awards are recognized as revenue and encumbrances are not included in expenditures.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 Middle School Roofing Project
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Grant Proceeds	\$ 1,985,111.00		\$ 1,985,111.00	\$ 1,985,111.00
Local Share	1,452,389.00		1,452,389.00	1,452,389.00
Total Revenues	<u>3,437,500.00</u>	<u>-</u>	<u>3,437,500.00</u>	<u>3,437,500.00</u>
Expenditures and Other Financing Uses				
Other Professional Services	260,483.25		260,483.25	687,500.00
Construction Services	1,688,429.15		1,688,429.15	2,750,000.00
Total Expenditures	<u>1,948,912.40</u>	<u>-</u>	<u>1,948,912.40</u>	<u>3,437,500.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 1,488,587.60</u>	<u>\$ -</u>	<u>\$ 1,488,587.60</u>	<u>\$ -</u>
Additional project information:				
Project Number	5820-030-09-OZZP			
Grant Date	June 4, 2010			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 3,437,500.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 3,437,500.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	100.00%			
Original Target Completion Date	August 31, 2011			
Revised Target Completion Date	June 30, 2013			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 High School Roofing Project
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Grant Proceeds	\$ 1,804,646.00		\$ 1,804,646.00	\$ 1,804,646.00
Local Share	1,320,354.00		1,320,354.00	1,320,354.00
Total Revenues	<u>3,125,000.00</u>	<u>-</u>	<u>3,125,000.00</u>	<u>3,125,000.00</u>
Expenditures and Other Financing Uses				
Architect/Engineer Services	4,704.00		4,704.00	4,704.00
Other Professional Services	232,519.50		232,519.50	620,296.00
Construction Services	2,299,436.84		2,299,436.84	2,500,000.00
Total Expenditures	<u>2,536,660.34</u>	<u>-</u>	<u>2,536,660.34</u>	<u>3,125,000.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 588,339.66</u>	<u>\$ -</u>	<u>\$ 588,339.66</u>	<u>\$ -</u>

Additional project information:

Project Number	5820-010-09-0ZZO
Grant Date	June 4, 2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 3,125,000.00
Additional Authorized Cost	---
Revised Authorized Cost	\$ 3,125,000.00
Percentage Increase over Original Authorized Cost	---
Percentage Completion	100.00%
Original Target Completion Date	August 31, 2011
Revised Target Completion Date	March 31, 2013

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 High School Window Replacement Project
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Grant Proceeds	\$ 555,391.00		\$ 555,391.00	\$ 555,391.00
Local Share	633,909.00		633,909.00	633,909.00
Total Revenues	<u>1,189,300.00</u>	<u>-</u>	<u>1,189,300.00</u>	<u>1,189,300.00</u>
Expenditures and Other Financing Uses				
Architect/Engineer Services	8,750.00	\$ 5,200.00	13,950.00	20,300.00
Other Professional Services				19,000.00
Construction Services	955,910.00	5,511.00	961,421.00	1,045,455.00
Other Objects				104,545.00
Total Expenditures	<u>964,660.00</u>	<u>10,711.00</u>	<u>975,371.00</u>	<u>1,189,300.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 224,640.00</u>	<u>\$ (10,711.00)</u>	<u>\$ 213,929.00</u>	<u>\$ -</u>
Encumbered			\$ 400.00	
Designated for Subsequent Years Expenditures			<u>213,529.00</u>	
			<u>\$ 213,929.00</u>	
Additional project information:				
Project Number	5820-010-14-G1NG			
Grant Date	May 23, 2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,189,300.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 1,189,300.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	99.00%			
Original Target Completion Date	December 31, 2014			
Revised Target Completion Date	December 31, 2016			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 School No. 2 Courtyard Drainage Project
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Grant Proceeds	\$ 28,159.00		\$ 28,159.00	\$ 28,159.00
Local Share	98,732.00	\$ 18,500.00	117,232.00	117,232.00
Total Revenues	<u>126,891.00</u>	<u>18,500.00</u>	<u>145,391.00</u>	<u>145,391.00</u>
Expenditures and Other Financing Uses				
Architect/Engineer Services	4,900.00	3,150.00	8,050.00	13,300.00
Other Professional Services				2,000.00
Construction Services		125,999.10	125,999.10	126,000.00
Other Objects				4,091.00
Total Expenditures	<u>4,900.00</u>	<u>129,149.10</u>	<u>134,049.10</u>	<u>145,391.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 121,991.00</u>	<u>\$ (110,649.10)</u>	<u>\$ 11,341.90</u>	<u>\$ -</u>
Encumbered			\$ 4,200.00	
Designated for Subsequent Years Expenditures			<u>7,141.90</u>	
			<u>\$ 11,341.90</u>	
Additional project information:				
Project Number	5820-040-14-G1NJ			
Grant Date	May 23, 2014			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 60,300.00			
Additional Authorized Cost	\$ 85,091.00			
Revised Authorized Cost	\$ 145,391.00			
Percentage Increase over Original Authorized Cost	141%			
Percentage Completion	96%			
Original Target Completion Date	August 31, 2015			
Revised Target Completion Date	December 31, 2016			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 Middle School Unit Vent Project
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Local Share	\$ 1,754,400.00		\$ 1,754,400.00	\$ 1,754,400.00
Total Revenues	1,754,400.00	-	1,754,400.00	1,754,400.00
Expenditures and Other Financing Uses				
Architect/Engineer Services	70,095.25	\$ 2,607.10	72,702.35	109,600.00
Other Professional Services				44,800.00
Construction Services		762,585.00	762,585.00	1,523,810.00
Other Objects				76,190.00
Total Expenditures	70,095.25	765,192.10	835,287.35	1,754,400.00
Excess (deficiency) or revenues over (under) expenditures	\$ 1,684,304.75	\$ (765,192.10)	\$ 919,112.65	\$ -
Encumbered			\$ 43,815.00	
Designated for Subsequent Years Expenditures			875,297.65	
			<u>\$ 919,112.65</u>	
Additional project information:				
Project Number	5820-020-14-3000			
Grant Date	April 9, 2015			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,754,400.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 1,754,400.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	95%			
Original Target Completion Date	August 31, 2015			
Revised Target Completion Date	December 31, 2016			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 Demolition of Building - Blue Anchor
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Local Share	\$ 200,000.00		\$ 200,000.00	\$ 200,000.00
Total Revenues	200,000.00	-	200,000.00	200,000.00
Expenditures and Other Financing Uses				
Architect/Engineer Services	32,143.25	\$ 8,356.75	40,500.00	47,450.00
Land Improvements		97,037.54	97,037.54	151,727.50
Other Objects	822.50		822.50	822.50
Total Expenditures	32,965.75	105,394.29	138,360.04	200,000.00
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 167,034.25</u>	<u>\$ (105,394.29)</u>	<u>\$ 61,639.96</u>	<u>\$ -</u>
Additional project information:				
Project Number	5820-X01-14-1000			
Grant Date	April 29, 2015			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 200,000.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 200,000.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	99%			
Original Target Completion Date	June 30, 2016			
Revised Target Completion Date	September 30, 2016			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 High School ADA and Security
 From Inception and for the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Grant Proceeds	\$ 345,891.00		\$ 345,891.00	\$ 345,891.00
Local Share	394,790.00		394,790.00	394,790.00
Total Revenues	740,681.00	-	740,681.00	740,681.00
Expenditures and Other Financing Uses				
Architect/Engineer Services	26,880.00	\$ 6,720.00	33,600.00	72,450.00
Other Professional Services				52,059.00
Construction Services		282,097.00	282,097.00	611,172.00
Other Objects				5,000.00
Total Expenditures	26,880.00	288,817.00	315,697.00	740,681.00
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 713,801.00</u>	<u>\$ (288,817.00)</u>	<u>\$ 424,984.00</u>	<u>\$ -</u>
Encumbered			\$ 235,195.00	
Designated for Subsequent Years Expenditures			<u>189,789.00</u>	
			<u>\$ 424,984.00</u>	
Additional project information:				
Project Number	5820-010-14-G1NH			
Grant Date	January 16, 2015			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 740,681.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 740,681.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	52%			
Original Target Completion Date	June 30, 2016			
Revised Target Completion Date	June 30, 2017			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 Middle School Window Replacement and HVAC Replacement
 From Inception and for the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Grant Proceeds	\$ 1,175,148.00		\$ 1,175,148.00	\$ 1,175,148.00
Local Share	1,341,282.00		1,341,282.00	1,341,282.00
Total Revenues	2,516,430.00	-	2,516,430.00	2,516,430.00
Expenditures and Other Financing Uses				
Architect/Engineer Services	88,908.80	\$ 39,626.76	128,535.56	174,733.00
Other Professional Services		10,205.00	10,205.00	136,509.00
Construction Services	13,569.00	1,785,766.85	1,799,335.85	2,200,188.00
Other Objects		317.67	317.67	5,000.00
Total Expenditures	102,477.80	1,835,916.28	1,938,394.08	2,516,430.00
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 2,413,952.20</u>	<u>\$ (1,835,916.28)</u>	<u>\$ 578,035.92</u>	<u>\$ -</u>
Encumbered			\$ 127,189.39	
Designated for Subsequent Years Expenditures			<u>450,846.53</u>	
			<u>\$ 578,035.92</u>	
Additional project information:				
Project Number	5820-020-14-G1NI			
Grant Date	January 16, 2015			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 2,516,430.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 2,516,430.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	93%			
Original Target Completion Date	June 30, 2016			
Revised Target Completion Date	June 30, 2017			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 School 4 Addition
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Local Share	-	\$ 10,140,000.00	\$ 10,140,000.00	\$ 10,140,000.00
Total Revenues	-	10,140,000.00	10,140,000.00	10,140,000.00
Expenditures and Other Financing Uses				
Legal Services				42,250.00
Architect/Engineer Services		638,996.05	638,996.05	845,000.00
Other Professional Services		126,536.22	126,536.22	380,250.00
Construction Services		1,385,401.32	1,385,401.32	8,450,000.00
Other Objects		46,153.49	46,153.49	422,500.00
Total Expenditures	-	2,197,087.08	2,197,087.08	10,140,000.00
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ 7,942,912.92	\$ 7,942,912.92	\$ -
Encumbered			\$ 4,970,499.92	
Designated for Subsequent Years Expenditures			2,972,413.00	
			<u>\$ 7,942,912.92</u>	
Additional project information:				
Project Number	5820-060-15-1000			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 10,140,000.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 10,140,000.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	22%			
Original Target Completion Date	April 30, 2017			
Revised Target Completion Date	N/A			

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status
 High School Front Elevation
 From Inception and for the Fiscal Year Ended June 30, 2016

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Local Share	-	\$ 658,750.00	\$ 658,750.00	\$ 658,750.00
Total Revenues	-	658,750.00	658,750.00	658,750.00
Expenditures and Other Financing Uses				
Legal Services				5,270.00
Architect/Engineer Services		18,390.00	18,390.00	52,700.00
Other Professional Services		4,096.00	4,096.00	21,080.00
Construction Services		39,650.80	39,650.80	527,000.00
Other Objects		468.00	468.00	52,700.00
Total Expenditures	-	62,604.80	62,604.80	658,750.00
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ 596,145.20	\$ 596,145.20	\$ -
Encumbered			\$ 353,168.20	
Designated for Subsequent Years Expenditures			242,977.00	
			<u>\$ 596,145.20</u>	
Additional project information:				
Project Number	5820-010-15-2000			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 658,750.00			
Additional Authorized Cost	---			
Revised Authorized Cost	\$ 658,750.00			
Percentage Increase over Original Authorized Cost	---			
Percentage Completion	10%			
Original Target Completion Date	June 30, 2017			
Revised Target Completion Date	N/A			

PROPRIETARY FUNDS

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Proprietary Fund
 Combining Statement of Net Position
 June 30, 2016

	<u>Food Service</u>	<u>Before-After School Program</u>	<u>Total</u>
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 738,095.90	\$ 985,317.30	\$ 1,723,413.20
Accounts Receivable:			
State	3,707.47		3,707.47
Federal	114,773.92		114,773.92
Other	16,024.81	74,288.10	90,312.91
Interfund Accounts Receivable:			
Due Before and After School	6,029.60		6,029.60
Due Students, Net	15,333.71		15,333.71
Prepaid Expenses		5,116.25	5,116.25
Inventories	92,666.91		92,666.91
Total Current Assets	<u>986,632.32</u>	<u>1,064,721.65</u>	<u>2,051,353.97</u>
Noncurrent Assets:			
Equipment	972,886.38		972,886.38
Less Accumulated Depreciation	<u>(868,656.00)</u>		<u>(868,656.00)</u>
Total Noncurrent Assets	<u>104,230.38</u>	<u>-</u>	<u>104,230.38</u>
Total Assets	<u>1,090,862.70</u>	<u>1,064,721.65</u>	<u>2,155,584.35</u>
LIABILITIES:			
Current Liabilities:			
Interfund Accounts Payable:			
Due General Fund	56,352.13	26,693.20	83,045.33
Due Food Service		6,029.60	6,029.60
Accounts Payable	160,005.55	72,141.02	232,146.57
Unearned Revenue		44,223.04	44,223.04
Total Liabilities	<u>216,357.68</u>	<u>149,086.86</u>	<u>365,444.54</u>
NET POSITION:			
Net Investment in Capital Assets	104,230.38		104,230.38
Unrestricted	<u>770,274.64</u>	<u>915,634.79</u>	<u>1,685,909.43</u>
Total Net Position	<u>\$ 874,505.02</u>	<u>\$ 915,634.79</u>	<u>\$ 1,790,139.81</u>

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Proprietary Fund
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2016

	<u>Food Service</u>	<u>Before-After School Program</u>	<u>Total</u>
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 397,475.10		\$ 397,475.10
Daily Sales - Non-Reimbursable Programs	420,342.24		420,342.24
Other Sales	51,199.90		51,199.90
Tuition		\$ 942,518.94	942,518.94
Total Operating Revenues	<u>869,017.24</u>	<u>942,518.94</u>	<u>1,811,536.18</u>
OPERATING EXPENSES:			
Management Fees	169,054.84		169,054.84
Salaries	757,448.27	73,540.93	830,989.20
Employee Benefits	224,709.43	27,220.54	251,929.97
Other Purchased Services	60,107.89	512,542.16	572,650.05
General Supplies	142,074.50	14,886.68	156,961.18
Depreciation	23,478.00		23,478.00
Cleaning, Repairs and Maintenance	33,307.02	18,000.00	51,307.02
Insurance	32,729.30		32,729.30
Cost of Sales - Reimbursable Programs	893,496.95		893,496.95
Cost of Sales - Non-Reimbursable Programs	175,407.17		175,407.17
Total Operating Expenses	<u>2,511,813.37</u>	<u>646,190.31</u>	<u>3,158,003.68</u>
Operating Income / (Loss)	<u>(1,642,796.13)</u>	<u>296,328.63</u>	<u>(1,346,467.50)</u>
NONOPERATING REVENUES (EXPENSES):			
State Sources:			
State School Lunch Program	27,609.66		27,609.66
Federal Sources:			
National School Lunch Program	1,255,454.61		1,255,454.61
National School Breakfast Program	287,057.41		287,057.41
Summer Food Service Program	54,666.92		54,666.92
Food Distribution Program	190,507.28		190,507.28
Gain on Disposal of Equipment	11,442.27		11,442.27
Total Nonoperating Revenues (Expenses)	<u>1,826,738.15</u>	<u>-</u>	<u>1,826,738.15</u>
Change in Net Position	<u>183,942.02</u>	<u>296,328.63</u>	<u>480,270.65</u>
Net Position -- July 1	690,563.00	669,584.71	1,360,147.71
Prior Period Adjustment	<u>-</u>	<u>(50,278.55)</u>	<u>(50,278.55)</u>
Net Position -- July 1 (Restated)	<u>690,563.00</u>	<u>619,306.16</u>	<u>1,309,869.16</u>
Net Position -- June 30	<u>\$ 874,505.02</u>	<u>\$ 915,634.79</u>	<u>\$ 1,790,139.81</u>

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Proprietary Fund
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2016

	<u>Food Service</u>	<u>Before-After School Program</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 850,627.02	\$ 919,880.94	\$ 1,770,507.96
Payments to Employees	(757,448.27)	(46,847.73)	(804,296.00)
Payments for Employee Benefits	(224,709.43)	(27,220.54)	(251,929.97)
Payments to Suppliers	(1,689,171.47)	(539,223.63)	(2,228,395.10)
Net Cash Provided by (used for) Operating Activities	<u>(1,820,702.15)</u>	<u>306,589.04</u>	<u>(1,514,113.11)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
State Sources	26,554.95		26,554.95
Federal Sources	1,785,163.25		1,785,163.25
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>1,811,718.20</u>	<u>-</u>	<u>1,811,718.20</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Gain on Disposal of Equipment	11,442.27		11,442.27
Purchases of Capital Assets	(7,600.00)		(7,600.00)
Net Cash Provided by (used for) Capital and Related Financing Activities	<u>3,842.27</u>	<u>-</u>	<u>3,842.27</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(5,141.68)	306,589.04	301,447.36
Cash and Cash Equivalents -- July 1	<u>743,237.58</u>	<u>678,728.26</u>	<u>1,421,965.84</u>
Cash and Equivalents -- June 30	<u>\$ 738,095.90</u>	<u>\$ 985,317.30</u>	<u>\$ 1,723,413.20</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating Income (Loss)	\$ (1,642,796.13)	\$ 296,328.63	\$ (1,346,467.50)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation	23,478.00		23,478.00
(Increase) Decrease in Accounts Receivable Other	(8,520.14)	(18,032.09)	(26,552.23)
(Increase) Decrease in Interfunds Receivable	(4,063.60)		(4,063.60)
(Increase) Decrease in Due Students, Net	(5,806.48)		(5,806.48)
(Increase) Decrease in Inventories	(40,645.30)		(40,645.30)
(Increase) Decrease in Prepaid Expenses		478.34	478.34
Increase (Decrease) in Accounts Payable	(192,993.95)	36,572.93	(156,421.02)
Increase (Decrease) in Interfund Payable	50,645.45	(4,152.86)	46,492.59
Increase (Decrease) in Other Current Liabilities		(4,605.91)	(4,605.91)
Total Adjustments	<u>(177,906.02)</u>	<u>10,260.41</u>	<u>(167,645.61)</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (1,820,702.15)</u>	<u>\$ 306,589.04</u>	<u>\$ (1,514,113.11)</u>

FIDUCIARY FUNDS

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Fiduciary Funds
 Combining Statement of Fiduciary Net Position
 June 30, 2016

	<u>Agency Funds</u>		
	<u>Student Activity</u>	<u>Payroll</u>	<u>Total</u>
ASSETS:			
Cash and Cash Equivalents	\$ 134,861.55	\$ 472,541.75	\$ 607,403.30
Accounts Receivable		662.85	662.85
Interfund Accounts Receivable:			
Due General Fund		<u>50,977.57</u>	<u>50,977.57</u>
Total Assets	<u><u>\$ 134,861.55</u></u>	<u><u>\$ 524,182.17</u></u>	<u><u>\$ 659,043.72</u></u>
LIABILITIES:			
Payable to Student Groups	\$ 134,861.55		\$ 134,861.55
Payroll Deductions and Withholdings		<u>\$ 524,182.17</u>	<u>524,182.17</u>
Total Liabilities	<u><u>\$ 134,861.55</u></u>	<u><u>\$ 524,182.17</u></u>	<u><u>\$ 659,043.72</u></u>

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Fiduciary Funds
 Student Activity Agency Fund Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2016

	<u>Balance</u> <u>June 30, 2015</u>	<u>Cash</u> <u>Receipts</u>	<u>Reallocation</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2016</u>
ELEMENTARY SCHOOLS:					
School No. 1	\$ 2,424.37	\$ 5,767.54		\$ 6,582.00	\$ 1,609.91
School No. 2	7,420.50	6,382.50		8,240.95	5,562.05
School No. 3	3,101.38	4,675.07		4,157.00	3,619.45
School No. 4	5,205.11	8,023.00		10,232.87	2,995.24
School No. 5	5,065.52	6,574.74		8,225.47	3,414.79
School No. 6	7,994.58	6,346.57		7,819.75	6,521.40
Total Elementary Schools	<u>31,211.46</u>	<u>37,769.42</u>	-	<u>45,258.04</u>	<u>23,722.84</u>
JUNIOR HIGH SCHOOL:					
Winslow Township Middle	<u>18,024.68</u>	<u>74,354.52</u>	<u>\$ (1,099.15)</u>	<u>77,026.37</u>	<u>14,253.68</u>
SENIOR HIGH SCHOOL:					
Winslow Township High	<u>118,540.46</u>	<u>246,197.09</u>	<u>1,099.15</u>	<u>268,951.67</u>	<u>96,885.03</u>
Total All Schools	<u>\$ 167,776.60</u>	<u>\$ 358,321.03</u>	<u>\$ -</u>	<u>\$ 391,236.08</u>	<u>\$ 134,861.55</u>

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Fiduciary Funds
 Payroll Agency Fund Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2016

	<u>Balance</u> <u>June 30, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
ASSETS:				
Cash and Cash Equivalents	\$ 577,746.66	\$ 53,023,246.62	\$ 53,128,451.53	\$ 472,541.75
Accounts Receivable	257.58	2,159.51	1,754.24	662.85
Interfund Accounts Receivable:				
Due General Fund	<u>50,132.42</u>	<u>52,846.37</u>	<u>52,001.22</u>	<u>50,977.57</u>
Total Assets	<u><u>\$ 628,136.66</u></u>	<u><u>\$ 53,078,252.50</u></u>	<u><u>\$ 53,182,206.99</u></u>	<u><u>\$ 524,182.17</u></u>
LIABILITIES:				
Payroll Deductions and Withholdings	\$ 620,424.45	\$ 24,627,909.83	\$ 24,724,152.11	\$ 524,182.17
Net Payroll		28,419,346.33	28,419,346.33	
Interfund Accounts Payable:				
Due General Fund	<u>7,712.21</u>	<u>30,996.34</u>	<u>38,708.55</u>	
Total Liabilities	<u><u>\$ 628,136.66</u></u>	<u><u>\$ 53,078,252.50</u></u>	<u><u>\$ 53,182,206.99</u></u>	<u><u>\$ 524,182.17</u></u>

LONG-TERM DEBT

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Debt Service Fund
Schedule of Serial Bonds
For the Fiscal Year Ended June 30, 2016

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance June 30, 2015	Retired	Balance June 30, 2016
			Date	Amount				
Refunding Bonds	03/06/03	\$ 2,210,000.00	07/01/16	\$ 60,000.00	5.375%	\$ 535,000.00	\$ 185,000.00	\$ 350,000.00
			07/01/17	65,000.00	5.375%			
			07/01/18	70,000.00	5.375%			
			07/01/19	75,000.00	5.375%			
			07/01/20	80,000.00	5.375%			
School District Bonds	06/18/08	3,300,000.00	01/15/17	365,000.00	4.000%	1,495,000.00	350,000.00	1,145,000.00
			01/15/18	380,000.00	4.000%			
			01/15/19	400,000.00	4.000%			
Refunding Bonds	05/16/13	13,230,000.00	08/01/16	2,175,000.00	3.000%	11,050,000.00	2,135,000.00	8,915,000.00
			08/01/17	2,210,000.00	3.000%			
			08/01/18	2,250,000.00	4.000%			
			08/01/19	2,280,000.00	4.000%			
						<u>\$13,080,000.00</u>	<u>\$ 2,670,000.00</u>	<u>\$ 10,410,000.00</u>
						Budget Appropriation	<u>\$ 2,670,000.00</u>	

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Debt Service Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Positive (Negative) <u>Final to Actual</u>
REVENUES:				
Local Sources:				
Local Tax Levy	\$ 1,492,682.00	\$ 1,492,682.00	\$ 1,492,682.00	
Debt Service Aid Type II	<u>1,429,048.00</u>	<u>1,429,048.00</u>	<u>1,429,048.00</u>	
Total Revenues	<u>2,921,730.00</u>	<u>2,921,730.00</u>	<u>2,921,730.00</u>	<u>-</u>
EXPENDITURES:				
Regular Debt Service:				
Interest on Early Retirement of Bonds	23,785.00	23,785.00	23,784.38	\$ 0.62
Redemption of Principal - Early Retirement Bonds	185,000.00	185,000.00	185,000.00	
Interest on Bonds	404,575.00	404,575.00	404,575.00	
Redemption of Principal	<u>2,485,000.00</u>	<u>2,485,000.00</u>	<u>2,485,000.00</u>	
Total Expenditures	<u>3,098,360.00</u>	<u>3,098,360.00</u>	<u>3,098,359.38</u>	<u>0.62</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(176,630.00)	(176,630.00)	(176,629.38)	0.62
Fund Balance, July 1	<u>176,630.00</u>	<u>176,630.00</u>	<u>176,630.66</u>	<u>0.66</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1.28</u>	<u>\$ 1.28</u>
Recapitulation:				
Restricted Fund Balance:				
Designated for Subsequent Year's Expenditures			\$ 1.00	
Restricted Fund Balance			<u>0.28</u>	
			<u>\$ 1.28</u>	

STATISTICAL SECTION

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Net Position by Component
 Last Ten Fiscal Years (accrual basis of accounting)
 Unaudited

	Fiscal Year Ended June 30,									
	2016	2015 *	2014	2013	2012	2011	2010	2009	2008	2007
Governmental Activities										
Net Investment in Capital Assets	\$ 69,508,440.79	\$ 62,775,629.84	\$ 60,938,879.89	\$ 57,873,689.26	\$ 58,362,789.45	\$ 55,977,775.46	\$ 54,282,107.63	\$ 45,922,105.62	\$ 46,532,051.89	\$ 45,706,508.61
Restricted	31,465,711.60	27,578,078.29	21,753,203.38	18,369,794.95	12,749,776.42	9,903,343.80	3,741,760.92	3,416,752.94	974,366.14	2,808,971.93
Unrestricted	<u>(17,619,204.87)</u>	<u>(17,338,164.40)</u>	<u>(4,879,224.20)</u>	<u>(4,933,662.77)</u>	<u>(4,539,947.74)</u>	<u>(4,909,365.99)</u>	<u>(1,451,188.71)</u>	<u>(5,863,429.62)</u>	<u>(4,814,192.09)</u>	<u>(5,217,258.60)</u>
Total Governmental Activities Net Position	<u>\$ 83,354,947.52</u>	<u>\$ 73,015,543.73</u>	<u>\$ 77,812,859.07</u>	<u>\$ 71,309,821.44</u>	<u>\$ 66,572,618.13</u>	<u>\$ 60,971,753.27</u>	<u>\$ 56,572,679.84</u>	<u>\$ 43,475,428.94</u>	<u>\$ 42,692,225.94</u>	<u>\$ 43,298,221.94</u>
Business-type Activities										
Net Investment in Capital Assets	\$ 104,230.38	\$ 120,108.38	\$ 149,392.80	\$ 108,521.00	\$ 146,088.00	\$ 185,420.00	\$ 224,767.00	\$ 229,121.54	\$ 279,210.50	\$ 336,717.41
Restricted				156.90	156.90	23,775.29	33,089.95			
Unrestricted	<u>1,685,909.43</u>	<u>1,240,039.33</u>	<u>709,636.17</u>	<u>(870,547.39)</u>	<u>(1,141,509.18)</u>	<u>(1,167,604.56)</u>	<u>(629,862.48)</u>	<u>(278,269.61)</u>	<u>(108,454.46)</u>	<u>(16,660.24)</u>
Total Business-type Activities Net Position	<u>\$ 1,790,139.81</u>	<u>\$ 1,360,147.71</u>	<u>\$ 859,028.97</u>	<u>\$ (761,869.49)</u>	<u>\$ (995,264.28)</u>	<u>\$ (958,409.27)</u>	<u>\$ (372,005.53)</u>	<u>\$ (49,148.07)</u>	<u>\$ 170,756.04</u>	<u>\$ 320,057.17</u>
District-wide										
Net Investment in Capital Assets	\$ 69,612,671.17	\$ 62,895,738.22	\$ 61,088,272.69	\$ 57,982,210.26	\$ 58,508,877.45	\$ 56,163,195.46	\$ 54,506,874.63	\$ 46,151,227.16	\$ 46,811,262.39	\$ 46,043,226.02
Restricted	31,465,711.60	27,578,078.29	21,753,203.38	18,369,951.85	12,749,933.32	9,927,119.09	3,774,850.87	3,416,752.94	974,366.14	2,808,971.93
Unrestricted	<u>(15,933,295.44)</u>	<u>(16,098,125.07)</u>	<u>(4,169,588.03)</u>	<u>(5,804,210.16)</u>	<u>(5,681,456.92)</u>	<u>(6,076,970.55)</u>	<u>(2,081,051.19)</u>	<u>(6,141,699.23)</u>	<u>(4,922,646.55)</u>	<u>(5,233,918.84)</u>
Total District-wide Net Position	<u>\$ 85,145,087.33</u>	<u>\$ 74,375,691.44</u>	<u>\$ 78,671,888.04</u>	<u>\$ 70,547,951.95</u>	<u>\$ 65,577,353.85</u>	<u>\$ 60,013,344.00</u>	<u>\$ 56,200,674.31</u>	<u>\$ 43,426,280.87</u>	<u>\$ 42,862,981.98</u>	<u>\$ 43,618,279.11</u>

In accordance with GASBS No. 65, effective for the fiscal year ended June 30, 2013, the method to expense debt issuance costs was changed.

* For the fiscal year ended June 30, 2015, the School District adopted GASBS No's. 68 and 71, which required the School District to record its proportionate share of the net pension liability and related deferred outflows and inflows of resources in the government-wide financial statements. Balances prior to June 30, 2015 are shown as originally reported and have not been restated for this adoption.

Source: Comprehensive Annual Financial Report, Exhibit A-1.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Changes in Net Position
 Last Ten Fiscal Years (accrual basis of accounting)
 Unaudited

	Fiscal Year Ended June 30,									
	2016	2015 *	2014	2013	2012	2011	2010	2009	2008	2007
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 28,195,540.58	\$ 27,848,036.61	\$ 28,524,313.34	\$ 27,332,366.77	\$ 27,488,961.31	\$ 27,676,629.47	\$ 28,350,762.32	\$ 27,567,005.35	\$ 31,473,028.63	\$ 26,541,389.86
Special Education	9,317,846.55	9,215,623.75	8,749,824.47	8,097,470.92	8,398,810.52	7,880,606.26	7,941,070.56	7,804,375.22	7,421,316.58	6,793,569.11
Other Special Education	1,780,453.16	1,766,257.81	1,758,226.22	1,505,175.22	1,461,357.72	1,482,708.53	1,578,151.32	3,795,358.69	2,490,034.07	2,975,299.29
Support Services:										
Tuition	6,552,692.18	6,564,837.74	5,785,988.45	5,450,112.82	7,835,984.90	7,405,572.45	6,904,502.87	5,982,316.31	6,284,524.65	6,020,297.11
Student & Instruction Related Services	10,567,715.15	10,427,942.03	9,640,728.88	8,654,668.21	8,304,507.34	7,674,157.27	8,709,669.80	8,061,160.17	7,902,090.75	7,318,921.52
General Administrative Services	951,310.95	997,015.57	1,246,442.05	1,105,009.08	1,069,234.74	905,435.78	976,742.39	996,866.43	1,353,291.98	1,019,805.95
School Administrative Services	3,408,836.89	3,442,819.44	3,282,036.42	3,207,211.81	3,351,815.39	2,980,959.08	3,255,196.43	3,190,083.60	3,271,112.88	3,003,843.19
Plant Operations and Maintenance	8,526,262.62	8,768,749.76	10,753,609.73	8,006,722.66	8,883,535.59	8,023,976.90	8,609,964.73	9,127,106.49	8,933,018.40	8,579,577.71
Central Services	1,000,939.29	1,087,313.94	1,000,371.40	1,136,397.26	1,228,499.03	1,421,471.08	1,047,032.32	1,232,768.52	1,053,615.04	1,033,011.57
Administrative Information Technology	846,775.03	742,703.54	565,957.27	512,366.21	558,427.86	1,289,677.10	862,319.26	399,658.65	384,062.28	371,678.05
Pupil Transportation	7,656,985.56	7,487,815.26	7,421,291.62	7,482,557.54	7,415,441.28	7,527,174.73	6,850,045.15	6,561,727.17	6,785,610.04	5,924,609.56
Other Undistributed Costs							39,497.47			
Unallocated Benefits	33,375,249.95	28,477,070.40	18,705,328.76	20,149,815.22	19,491,803.07	19,386,242.43	20,561,941.47	20,858,560.95	20,452,892.93	17,961,240.68
Special Schools										1,210.59
Charter Schools	472,183.00	475,013.00	674,253.00	6,780,574.00	5,214,298.00	3,595,940.00	2,480,868.00	125,572.00	105,444.00	22,412.00
Debt Service (Principal plus interest and other changes)	354,076.72	470,341.31	287,449.34	963,172.09	1,005,388.36	1,099,982.10	1,368,033.63	1,182,908.34	1,270,723.58	1,335,288.24
Building Depreciation	553,245.00	550,795.00	398,183.00	188,752.00	185,348.00	221,520.57	300,000.00	1,811,125.24	989,027.89	1,099,858.19
Amortization of Debt Issuance Costs				235,974.19	23,621.26	23,621.26	24,246.64	31,125.72	27,100.72	32,523.35
Total Governmental Activities Expenses	113,560,112.63	108,322,335.16	98,994,003.95	100,808,346.00	101,917,034.37	98,595,675.01	99,860,044.36	98,727,718.85	100,196,894.42	90,034,535.97
Business-type Activities:										
Food Service	2,511,813.37	2,266,034.24	2,191,885.87	2,120,806.75	2,188,642.87	2,180,373.73	2,561,910.20	2,658,224.60	2,465,378.42	2,698,598.37
Regional Day School				2,913.00	18,779.54	1,340,021.66	2,185,493.97	2,396,949.34	2,312,390.77	2,363,869.14
Before-After School Program	646,190.31	610,840.61	533,249.53	608,425.58	712,167.13	574,549.04	520,053.17	527,667.60	560,377.38	531,451.93
Total Business-type Activities Expenses	3,158,003.68	2,876,874.85	2,725,135.40	2,732,145.33	2,919,589.54	4,094,944.43	5,267,457.34	5,582,841.54	5,338,146.57	5,593,919.44
Total District Expenses	\$ 116,718,116.31	\$ 111,199,210.01	\$ 101,719,139.35	\$ 103,540,491.33	\$ 104,836,623.91	\$ 102,690,619.44	\$ 105,127,501.70	\$ 104,310,560.39	\$ 105,535,040.99	\$ 95,628,455.41
Program Revenues										
Governmental Activities:										
Charges for Services:										
Regular Instruction	\$ 3,637,579.52	\$ 3,594,001.10	\$ 3,106,502.56	\$ 2,987,298.53	\$ 3,120,399.54	\$ 2,635,998.78	\$ 2,772,743.00	\$ 1,538,316.73	\$ 1,764,243.86	\$ 1,608,845.86
Student Transportation	168,988.75	129,481.25	245,750.00				3,251,398.91	25,000.00	30,000.00	30,000.00
Operating Grants and Contributions:										
Regular Instruction	3,406,466.67									
Student and Instruction Related Services	1,343,332.35									
Interest on Long Term Debt	1,429,048.00									
On-behalf T.P.A.F Pension Contributions	17,797,873.00	13,593,524.00	4,045,391.00	5,372,494.00	3,890,027.00	2,827,858.00	2,805,738.00	2,541,035.00	4,681,046.00	4,597,111.00
Reimbursed T.P.A.F Social Security Contributions	2,875,504.70	2,927,848.45	2,777,389.76	2,953,856.09	2,655,208.14	2,841,781.89	3,081,906.00	3,061,902.47	3,222,160.86	2,777,870.86
Total Governmental Activities Program Revenues	30,658,792.99	20,244,854.80	10,175,033.32	11,313,648.62	9,665,634.68	8,305,638.67	11,911,785.91	7,166,254.20	9,697,450.72	9,013,827.72
Business-type activities:										
Charges for services:										
Food service	869,017.24	788,782.23	782,089.56	784,701.75	816,153.82	874,774.82	1,041,515.51	1,204,650.70	1,154,468.55	1,256,627.95
Regional Day School						746,531.23	1,906,676.49	2,208,032.16	2,159,056.89	1,926,442.06
Before-After School Program	942,518.94	872,510.26	718,078.13	764,929.90	730,244.97	643,987.47	505,266.22	518,957.39	567,476.89	541,651.34
Operating Grants and Contributions:										
Food service	1,815,295.88	1,717,911.10	1,643,230.17	1,323,655.80	1,343,058.94	1,239,168.78	1,452,259.64	1,488,084.17	1,304,925.25	1,241,328.54
Total Business-type Activities Program Revenues	3,626,832.06	3,379,203.59	3,143,397.86	2,873,287.45	2,889,457.73	3,504,462.30	4,905,717.86	5,419,724.42	5,185,927.58	4,966,049.89
Total District Program Revenues	\$ 34,285,625.05	\$ 23,624,058.39	\$ 13,318,431.18	\$ 14,186,936.07	\$ 12,555,092.41	\$ 11,810,100.97	\$ 16,817,503.77	\$ 12,585,978.62	\$ 14,883,378.30	\$ 13,979,877.61
Net (Expense)/Revenue										
Governmental Activities										
	\$ 82,901,319.64	\$ 88,077,480.36	\$ 88,818,970.63	\$ 89,494,697.38	\$ 92,251,399.69	\$ 90,290,036.34	\$ 87,948,258.45	\$ 91,561,464.65	\$ 90,499,443.70	\$ 81,020,708.25
Business-type Activities										
	(468,828.38)	(502,328.74)	(418,262.46)	(141,142.12)	30,131.81	590,482.13	361,739.48	163,117.12	152,218.99	627,869.55
Total District-wide Net (Expense) Revenue	\$ 82,432,491.26	\$ 87,575,151.62	\$ 88,400,708.17	\$ 89,353,555.26	\$ 92,281,531.50	\$ 90,880,518.47	\$ 88,309,997.93	\$ 91,724,581.77	\$ 90,651,662.69	\$ 81,648,577.80

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (accrual basis of accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2016	2015 *	2014	2013	2012	2011	2010	2009	2008	2007
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Property Taxes, Levied for General Purposes	\$ 45,799,758.00	\$ 44,901,724.00	\$ 44,021,298.00	\$ 43,158,135.00	\$ 42,311,897.00	\$ 42,311,897.02	\$ 40,876,097.04	\$ 39,803,697.00	\$ 39,942,508.00	\$ 35,994,372.00
Taxes Levied for Debt Service	1,492,682.00	1,765,837.00	1,729,671.00	1,734,795.00	1,746,925.00	1,715,278.00	1,518,682.00	1,409,596.00	1,072,406.00	1,543,889.00
Federal and State Aid not Restricted	44,756,882.75	44,990,360.31	45,252,763.99	44,206,214.16	46,624,667.07	43,775,075.81	50,809,470.25	44,655,531.51	38,896,199.98	36,705,412.56
Federal and State Aid Restricted	631,650.00	5,240,925.50	5,221,184.24	5,535,842.08	5,831,727.51	7,604,589.51	6,844,299.33	6,262,318.91	10,186,344.57	8,874,221.40
Miscellaneous Income	538,628.99	263,874.73	323,617.12	835,859.85	286,662.17	309,759.13	1,058,464.87	259,337.57	364,983.11	472,519.77
Transfer to Food Service Fund - Board Contribution				(90,222.80)						
Adjustment for Fixed Assets					1,079,816.80	249,280.85	(61,504.14)			
Gain/Loss on Disposal of Capital Assets	21,120.99	(4,500.00)	(12,544.92)	(22,678.00)				76.95	(434,814.56)	(251,542.55)
Cancellation of Prior Year Accounts Receivable					(9,431.00)	(53,950.00)		(11,775.29)	(134,179.40)	
Cancellation of Prior Year Accounts Payable				10,764.84						
Refund of Prior Year Tuition								(34,115.00)		
Refund of Prior Year Payment for RDS Compensated Absences				5,680.39						
Adjustment for Fixed Assets			(1,213,981.17)	(1,142,489.83)						
Lawsuit Settlement										(600,000.00)
Allowance for Uncollectible Interfund from Regional Day School						(1,222,820.55)				
Total Governmental Activities	93,240,722.73	97,158,221.54	95,322,008.26	94,231,900.69	97,852,264.55	94,689,109.77	101,045,509.35	92,344,667.65	89,893,447.70	82,738,872.18
Business-type Activities										
Cancellation of Prior Year Accounts Receivable					(6,723.20)		(39,497.47)	(97,054.66)	(3,842.84)	
Miscellaneous Income				8.07		373.88	1,656.56	1,597.37	6,760.70	14,186.67
Transfer In				90,222.80						
Transfer from General Fund to Cover Deficit							39,497.47	38,670.31		
Adjustment for Fixed Assets							37,225.46			
Adjustment for Compensated Absences				2,021.80						
Bad Debt Expense						(6,699.00)				
Refund of a Prior Year Expenditure						10,403.51				
Cancellation of Interfund and Payables			1,209,035.00							
Gain/Loss on Disposal of Capital Assets	11,442.27	(1,210.00)	(6,399.00)							(47,012.02)
Total Business-type Activities	11,442.27	(1,210.00)	1,202,636.00	92,252.67	(6,723.20)	4,078.39	38,882.02	(56,786.98)	2,917.86	(32,825.35)
Total District-wide	\$ 93,252,165.00	\$ 97,157,011.54	\$ 96,524,644.26	\$ 94,324,153.36	\$ 97,845,541.35	\$ 94,693,188.16	\$ 101,084,391.37	\$ 92,287,880.67	\$ 89,896,365.56	\$ 82,706,046.83
Change in Net Position										
Governmental Activities	\$ 10,339,403.09	\$ 9,080,741.18	\$ 6,503,037.63	\$ 4,737,203.31	\$ 5,600,864.86	\$ 4,399,073.43	\$ 13,097,250.90	\$ 783,203.00	\$ (605,996.00)	\$ 1,718,163.93
Business-type Activities	480,270.65	501,118.74	1,620,898.46	233,394.79	(36,855.01)	(586,403.74)	(322,857.46)	(219,904.10)	(149,301.13)	(660,694.90)
Total District	\$ 10,819,673.74	\$ 9,581,859.92	\$ 8,123,936.09	\$ 4,970,598.10	\$ 5,564,009.85	\$ 3,812,669.69	\$ 12,774,393.44	\$ 563,298.90	\$ (755,297.13)	\$ 1,057,469.03

In accordance with GASBS No. 65, effective for the fiscal year ended June 30, 2013, the method to expense debt issuance costs was changed.

* For the fiscal year ended June 30, 2015, the School District adopted GASBS No's 68 and 71, which required the School District to record its proportionate share of the net pension liability and related deferred outflows and inflows of resources in the government-wide financial statements. Balances prior to June 30, 2015 are shown as originally reported and have not been restated for this adoption.

Source: Comprehensive Annual Financial Report, Exhibit A-2.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years (modified accrual basis of accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General Fund										
Restricted	\$ 18,766,816.14	\$ 21,827,125.10	\$ 16,205,239.97	\$ 9,808,746.24	\$ 4,814,315.75	\$ 704,162.15				
Assigned	3,099,990.45	2,022,437.33	3,002,465.11	6,484,118.33	5,727,680.93	6,723,708.24				
Unassigned	(2,154,358.86)	(2,350,885.31)	(2,260,316.52)	(2,138,713.93)	(1,967,717.87)	(1,907,093.67)				
Reserved							\$ 3,564,431.16	\$ 3,104,292.91	\$ 679,602.77	\$ 2,531,527.01
Unreserved							(2,044,648.10)	(1,887,926.88)	(403,270.42)	(979,573.30)
Total General Fund	\$ 19,712,447.73	\$ 21,498,677.12	\$ 16,947,388.56	\$ 14,154,150.64	\$ 8,574,278.81	\$ 5,520,776.72	\$ 1,519,783.06	\$ 1,216,366.03	\$ 276,332.35	\$ 1,551,953.71
All Other Governmental Funds										
Restricted, Reported in:										
Capital Projects Fund	\$ 9,598,903.73	\$ 3,551,885.20	\$ 2,368,867.26	\$ 2,076,927.26	\$ 2,081,631.26	\$ 2,325,703.66				
Debt Service Fund	1.28	176,630.66	176,630.04	1.00	1.62	1.62				
Assigned, Reported in:										
Debt Service Fund			1.00	2.12	1.00					
Unassigned, Reported in:										
Special Revenue Fund	(69,655.30)	(38,480.90)	(27,764.70)	(23,255.40)	(36,332.40)	(164,427.40)				
Unreserved, Reported in:										
Special Revenue Fund							\$ (164,427.40)	\$ (160,455.00)	\$ (284,859.54)	\$ (235,366.55)
Capital Projects Fund							3,901,803.13	114,822.38	66,000.00	21,580.83
Debt Service Fund							450.62	450.14	365.01	790.82
Total All Other Governmental Funds	\$ 9,529,249.71	\$ 3,690,034.96	\$ 2,517,733.60	\$ 2,053,674.98	\$ 2,045,301.48	\$ 2,161,277.88	\$ 3,737,826.35	\$ (45,182.48)	\$ (218,494.53)	\$ (212,994.90)

In accordance with GASBS No. 54, effective for the fiscal year ended June 30, 2011, the description and terminology utilized to identify Fund Balance was changed.

Source: District Records

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years (modified accrual basis of accounting)
 Unaudited

	For the Fiscal Year Ended June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Revenues										
Tax Levy	\$ 47,292,440.00	\$ 46,667,561.00	\$ 45,750,969.00	\$ 44,892,930.00	\$ 44,058,822.00	\$ 44,027,175.02	\$ 42,394,779.04	\$ 41,213,293.00	\$ 41,014,914.00	\$ 37,538,261.00
Tuition Charges	3,637,579.52	3,594,001.10	3,106,502.56	2,987,298.53	3,120,399.54	2,635,998.78	3,251,398.91	1,538,316.73	1,764,243.86	1,608,845.86
Miscellaneous	707,617.74	393,355.98	569,367.12	835,859.85	266,662.17	309,759.13	1,058,464.87	3,584,337.57	394,983.11	502,519.77
State Sources	57,413,889.72	55,258,461.25	54,434,537.28	54,811,201.59	54,237,640.15	52,331,888.15	55,383,711.42	54,014,942.95	53,819,667.88	50,323,194.78
Federal Sources	3,509,609.45	3,075,312.01	2,862,191.71	3,257,204.74	4,763,989.57	4,717,417.06	10,930,445.16	2,505,844.94	3,166,083.53	2,631,421.04
Total Revenue	112,561,136.43	108,988,691.34	106,723,567.67	106,784,494.71	106,447,513.43	104,022,238.14	113,018,799.40	102,856,735.19	100,159,892.38	92,604,242.45
Expenditures										
Instruction:										
Regular Instruction	28,032,016.58	27,654,640.61	28,334,715.34	27,179,251.77	27,339,416.31	27,525,944.47	28,225,521.32	27,535,033.16	31,438,619.78	26,476,693.08
Special Education Instruction	9,317,846.55	9,215,623.75	8,749,824.47	8,097,470.92	8,398,810.52	7,880,606.26	7,941,070.56	7,803,957.38	7,420,898.74	6,793,151.27
Other Special Instruction	1,780,453.16	1,766,257.81	1,758,226.22	1,505,175.22	1,461,357.72	1,482,708.53	1,578,151.32	3,795,358.69	2,490,034.07	2,975,299.29
Support Services:										
Tuition	6,552,692.18	6,564,837.74	5,785,988.45	5,450,112.82	7,835,984.90	7,405,572.45	6,904,502.87	5,982,316.31	6,284,524.65	6,020,297.11
Student and Instruction Related Services	10,552,605.15	10,411,255.03	9,622,903.88	8,616,714.21	8,289,153.34	7,657,573.27	8,694,513.80	8,041,078.55	7,887,325.75	7,293,939.64
General Administrative Services	947,832.95	993,538.57	1,244,204.05	1,104,012.08	1,068,620.74	905,435.78	976,742.39	1,796,698.47	2,153,078.00	1,821,093.95
School Administrative Services	3,408,537.89	3,442,519.44	3,281,737.42	3,206,911.81	3,351,516.39	2,980,461.08	3,254,699.43	3,186,469.97	3,264,294.09	2,945,884.04
Central Services	1,000,435.29	1,086,622.94	999,777.40	1,135,900.26	1,228,002.03	1,421,471.08	1,047,032.32	1,232,768.52	1,053,615.04	1,033,011.57
Administration Information Technology	695,021.03	667,626.54	530,693.27	512,366.21	550,284.86	1,289,677.10	862,319.26	399,658.65	384,062.28	371,678.05
Plant Operations and Maintenance	6,362,979.62	6,641,005.76	8,678,237.73	5,956,311.66	6,835,516.59	5,981,094.90	6,566,385.73	6,949,554.25	6,797,980.81	6,422,041.78
Pupil Transportation	7,027,509.56	6,892,441.26	7,082,617.62	6,972,998.54	6,957,149.28	7,078,312.73	6,385,817.15	6,561,727.17	6,785,610.04	5,924,609.56
Unallocated Employee Benefits	21,524,574.72	19,970,011.07	18,715,390.98	19,945,402.18	19,769,606.39	20,000,133.43	23,541,181.15	21,909,034.60	21,334,519.78	18,645,211.70
Other Undistributed Costs							39,497.47			1,210.59
Special Schools										22,412.00
Charter Schools	472,183.00	475,013.00	674,253.00	6,780,574.00	5,214,298.00	3,595,940.00	2,480,868.00	125,572.00	105,444.00	1,129,377.19
Capital Outlay	7,735,104.01	2,034,472.26	4,967,544.22	1,430,472.63	1,949,929.67	1,852,896.32	7,185,494.25	5,172,944.82	2,681,225.03	
Debt Service:										
Principal	2,670,000.00	2,615,000.00	2,565,000.00	2,385,000.00	2,295,000.00	2,200,000.00	2,015,000.00	1,889,401.03	1,025,130.56	1,735,860.10
Interest and Other Charges	428,359.38	504,509.38	475,157.08	843,797.50	955,910.00	1,063,195.00	1,233,576.52	1,127,050.84	1,196,869.25	1,273,550.57
Total Expenditures	108,508,151.07	100,935,375.16	103,466,271.13	101,122,471.81	103,500,556.74	100,321,022.40	108,932,373.54	103,508,624.41	102,303,231.87	90,885,321.49
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,052,985.36	8,053,316.18	3,257,296.54	5,662,022.90	2,946,956.69	3,701,215.74	4,086,425.86	(651,889.22)	(2,143,339.49)	1,718,920.96
Other Financing Sources (Uses)										
Transfers to Other Funds				(90,222.80)						
Capital Leases (Non-budgeted)								1,811,125.24	996,397.90	1,097,177.79
Lawsuit Settlement										(600,000.00)
Cancellation of Prior Year Accounts Receivable					(9,431.00)	(53,950.00)		(11,775.29)	(127,147.63)	
Cancellation of Prior Year Accounts Payable				10,764.84						
Cancellation of Prior Year Interfund from Payroll									(7,031.77)	
Refund of Prior Year Tuition								(34,115.00)		
Refund of Prior Year Payments for RDS Compensated Absences				5,680.39						
Allowance for Uncollectible Interfund from Regional Day School						(1,222,820.55)				
Total Other Financing Sources (Uses)	-	-	-	(73,777.57)	(9,431.00)	(1,276,770.55)	-	1,765,234.95	862,218.50	497,177.79
Net Change in Fund Balances	\$ 4,052,985.36	\$ 8,053,316.18	\$ 3,257,296.54	\$ 5,588,245.33	\$ 2,937,525.69	\$ 2,424,445.19	\$ 4,086,425.86	\$ 1,113,345.73	\$ (1,281,120.99)	\$ 2,216,098.75
Debt Service as a Percentage of Noncapital Expenditures	3.07%	3.15%	3.09%	3.24%	3.20%	3.31%	3.19%	3.07%	2.23%	3.35%

Source: District Records

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years (modified accrual basis of accounting)
 Unaudited

	For the Fiscal Year Ended June 30,									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Interest on Investments	\$ 34,769.85	\$ 18,459.21	\$ 3,713.12	\$ 910.60		\$ 11,517.63	\$ 59,117.42	\$ 36,340.56	\$ 145,141.76	\$ 252,291.96
Use of Facilities Fees	9,881.25	2,324.09	3,643.30	3,391.25	\$ 45,009.00	14,375.12	49,890.60	26,849.37	16,600.00	17,468.75
Transportation Fees	168,988.75	129,481.25	245,750.00							
Transportation Fees - Prior Year			4,603.49							
Refund of Prior Yr. Expenses	10,849.71	151,246.52	93,337.05	225,896.47	6,486.18	51,872.24	11,965.16	21,566.39	70,275.64	158,201.99
Refund of Prior Yr. Tuition	110,761.54									
Refund of Workers' Compensation Premium				259,053.06						
E-Rate Refund	264,982.11									
Insurance Refund	9,212.14	3,900.29		78,479.84						
Settlements			90,030.76	183,061.03						
Sale of Assets	26,436.75	1,009.77		12,307.63						
School Bus Advertising	2,437.50	609.37								
Lost Book/ID Fine	5,709.66	1,618.98	4,669.42	5,673.51						
Other Refunds	25,358.80		13,619.65	34,315.14						
Close Out Regional Day School			87,355.13							
Voided Checks		998.26	5,937.98							
Miscellaneous Other		9,276.30	13,652.13	27,526.87	215,166.99	176,452.33	876,058.18	201,830.52	51,732.24	30,107.61
Tuition	3,637,579.52	3,594,001.10	3,106,502.56	2,987,298.53	3,120,399.54	2,635,998.78	3,251,398.91	1,739,018.53	1,764,243.86	1,608,845.86
	<u>\$ 4,306,967.58</u>	<u>\$ 3,912,925.14</u>	<u>\$ 3,672,814.59</u>	<u>\$ 3,817,913.93</u>	<u>\$ 3,387,061.71</u>	<u>\$ 2,890,216.10</u>	<u>\$ 4,248,430.27</u>	<u>\$ 2,025,605.37</u>	<u>\$ 2,047,993.50</u>	<u>\$ 2,066,916.17</u>

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities (1)	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (2)
2016	\$ 56,605,500.00	\$ 2,273,436,000.00	\$ 24,109,100.00	\$ 4,211,400.00	\$ 203,287,500.00	\$ 31,045,900.00	\$ 47,975,400.00	\$ 2,640,670,800.00	\$ 436,688,700.00	\$ 5,396,140.00	\$ 2,646,066,940.00	\$ 2,667,100,945.00	\$ 1.805
2015	67,879,900.00	2,260,122,200.00	29,630,300.00	4,380,800.00	193,524,600.00	31,104,200.00	44,388,900.00	2,631,030,900.00	424,302,600.00	5,562,775.00	2,636,593,675.00	2,655,321,675.00	1.782
2014	69,446,200.00	2,250,791,900.00	30,134,000.00	3,941,700.00	190,768,100.00	31,104,200.00	45,827,300.00	2,622,013,400.00	407,042,800.00	5,490,350.00	2,627,503,750.00	2,574,238,392.00	1.759
2013	62,386,500.00	2,257,378,900.00	31,798,200.00	4,466,800.00	193,315,400.00	31,104,200.00	45,827,300.00	2,626,277,300.00	406,841,400.00	6,474,022.00	2,632,751,322.00	2,663,222,784.00	1.721
2012 (3)	66,789,800.00	2,266,055,900.00	32,080,100.00	4,416,200.00	187,359,700.00	32,988,900.00	45,236,900.00	2,634,927,500.00	411,891,700.00	6,567,342.00	2,641,494,842.00	2,841,963,839.00	1.684
2011	30,777,100.00	1,363,496,000.00	17,892,120.00	3,696,200.00	99,135,750.00	17,273,900.00	27,860,700.00	1,560,131,770.00	267,374,200.00	3,502,155.00	1,563,633,925.00	3,056,332,545.00	2.816
2010	32,403,400.00	1,358,745,300.00	19,806,820.00	3,854,800.00	97,660,650.00	17,273,900.00	27,860,700.00	1,557,605,570.00	270,370,800.00	4,159,428.00	1,561,764,998.00	3,105,743,340.00	2.767
2009	33,910,400.00	1,351,170,300.00	21,962,820.00	4,092,900.00	94,694,450.00	18,273,900.00	27,860,700.00	1,551,965,470.00	269,017,600.00	4,015,880.00	1,555,981,350.00	3,172,336,969.00	2.686
2008	36,846,200.00	1,328,369,500.00	21,549,220.00	4,238,600.00	92,319,950.00	19,973,900.00	31,575,100.00	1,534,872,470.00	364,910,600.00	3,569,124.00	1,538,441,594.00	3,020,641,372.00	2.673
2007	41,017,800.00	1,284,205,000.00	21,452,820.00	4,226,000.00	89,258,650.00	20,132,300.00	31,575,100.00	1,491,867,670.00	263,558,500.00	3,766,762.00	1,495,634,432.00	2,671,452,855.00	2.626

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per \$100.00 of Assessed Valuation

(3) Revaluation

Source: Camden County Board of Taxation

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 (rate per \$100 of assessed value)
 Unaudited

Fiscal Year Ended <u>June 30.</u>	District Direct Rate			Overlapping Rates			Total Direct and Overlapping <u>Tax Rate</u>
	Winslow Township School District <u>Basic Rate (1)</u>	General Obligation Debt <u>Service (2)</u>	Total Direct School <u>Tax Rate</u>	Winslow <u>Township</u>	Camden <u>County</u>	Fire <u>Districts</u>	
2016	\$ 1.773	\$ 0.032	\$ 1.805	\$ 0.595	\$ 0.892	\$ 0.138	\$ 3.430
2015	1.744	0.038	1.782	0.580	0.884	0.134	3.380
2014	1.721	0.038	1.759	0.580	0.834	0.132	3.305
2013	1.682	0.039	1.721	0.567	0.840	0.133	3.261
2012 (3)	1.617	0.067	1.684	0.512	0.828	0.128	3.152
2011	2.712	0.104	2.816	0.847	1.392	0.205	5.260
2010	2.663	0.104	2.767	0.847	1.297	0.207	5.118
2009	2.622	0.064	2.686	0.782	1.263	0.203	4.934
2008	2.603	0.070	2.673	0.767	1.248	0.193	4.881
2007	2.522	0.104	2.626	0.669	1.254	0.191	4.740

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

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

(3) Revaluation

Source: Municipal Tax Collector

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

Taxpayer	2016			2007		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
A.C. Moore Urban Renewal, LLC	\$ 24,171,000.00 (1)	1	0.91%	\$ 20,000,000.00 (1)	1	1.34%
Sunrise Cedar Parke SL, LLC	15,000,000.00	2	0.57%	13,500,000.00	2	0.90%
Manville Insulation	13,900,000.00	3	0.53%	9,068,600.00	3	0.61%
Heritage Group-Wilton's Corner				8,145,600.00	4	0.54%
Tamerlane/Colleen Manor	10,880,100.00	4	0.41%	6,968,000.00	5	0.47%
Taylor Woods	9,476,900.00 (1)	5				
ARC HR5SINJ001, Inc.	8,258,600.00	6	0.31%			
Edgewood Acres/Gardens	8,098,400.00	7	0.31%	5,595,000.00	6	0.37%
Inland American Sicklerville, LLC				5,570,000.00	7	0.37%
Carmax Auto Superstores, Inc	7,500,000.00 (1)	8	0.28%			
Banko Beverage	7,050,000.00	9	0.27%	5,165,500.00	8	0.35%
Winslow Center Partners	6,100,000.00	10	0.23%			
Bell Atlantic				3,766,762.00	9	0.25%
Winslow Plaza Investors				3,500,000.00	10	0.23%
Total	\$ 110,435,000.00		3.82%	\$ 81,279,462.00		5.43%

(1) Currently under Tax Abatement Agreements

Source: Municipal Tax Assessor

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Property Tax Levies and Collections
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	General Purpose Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (1)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 45,799,758.00	\$ 43,167,288.00	94%	\$ 2,632,470.00
2015	46,667,561.00	42,778,597.60	92%	3,888,963.40
2014	45,750,969.00	41,938,388.25	92%	3,812,580.75
2013	44,892,930.00	41,296,418.75	92%	3,596,511.25
2012	44,058,822.00	40,517,007.08	92%	3,541,814.92
2011	44,027,175.02	44,027,175.02	100%	
2010	40,876,097.00	40,876,097.00	100%	
2009	39,803,697.00	39,803,697.00	100%	
2008	39,942,508.00	39,942,508.00	100%	
2007	35,994,372.00	35,994,372.00	100%	

(1) 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.

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

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the School District's outstanding debt and its debt capacity.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Unaudited

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income (2)	Per Capita (3)
	General Obligation Bonds (1)	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2016	\$ 10,410,000.00					\$ 10,410,000.00	N/A	N/A
2015	13,080,000.00					13,080,000.00	N/A	N/A
2014	15,695,000.00					15,695,000.00	0.30%	\$ 46,886.00
2013	18,260,000.00		\$ 3,919.55			18,263,919.55	0.25%	45,544.00
2012	21,335,000.00		12,085.95			21,347,085.95	0.21%	45,540.00
2011	23,630,000.00		49,988.23			23,679,988.23	0.19%	44,359.00
2010	25,830,000.00		421,249.23			26,251,249.23	0.16%	42,457.00
2009	27,845,000.00		2,687,700.91			30,532,700.91	0.14%	42,242.00
2008	26,215,000.00		1,657,001.32			27,872,001.32	0.15%	42,260.00
2007	27,030,000.00		1,688,432.27			28,718,432.27	0.14%	40,996.00

(1) District Records

(2) Personal income has been estimated based upon the municipal population and per capita

(3) Per Capita personal income by municipality-estimated based upon Census Bureau midyear population estimates

N/A At the time of CAFR completion, this data was not yet available

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

<u>General Bonded Debt Outstanding</u>					
<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>General</u> <u>Obligation</u> <u>Bonds</u>	<u>Deductions</u>	<u>Net General</u> <u>Bonded Debt</u> <u>Outstanding (1)</u>	<u>Percentage of</u> <u>Actual Taxable</u> <u>Value of Property (2)</u>	<u>Per Capita (3)</u>
2016	\$ 10,410,000.00		\$ 10,410,000.00	0.39%	N/A
2015	13,080,000.00		13,080,000.00	0.50%	335
2014	15,695,000.00		15,695,000.00	0.60%	404
2013	18,260,000.00		18,260,000.00	0.69%	466
2012	21,335,000.00		21,335,000.00	0.81%	544
2011	23,630,000.00		23,630,000.00	1.51%	599
2010	25,830,000.00		25,830,000.00	1.65%	654
2009	27,845,000.00		27,845,000.00	1.79%	703
2008	26,215,000.00		26,215,000.00	1.70%	666
2007	27,030,000.00		27,030,000.00	1.81%	690

Sources:

- (1) District Records
- (2) Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- (3) Per Capita calculation based upon population information provided by the NJ Dept. of Labor and Workforce Development

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2015
 Unaudited

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Statutory Net Debt Outstanding</u>	<u>Net Debt Outstanding Allocated to Winslow Township</u>
Municipal Debt: (1)				
Winslow Township School District	\$ 11,365,000.00	\$ 11,365,000.00		
Winslow Township	<u>34,439,411.64</u>	<u>22,309,015.72</u>	<u>\$ 12,130,395.92</u>	<u>\$ 12,130,395.92</u>
	<u>45,804,411.64</u>	<u>33,674,015.72</u>	<u>12,130,395.92</u>	<u>12,130,395.92</u>
Overlapping Debt Apportioned to the Municipality:				
County of Camden: (2)				
General:				
Bonds	35,695,000.00	12,761,633.00 (3)	22,933,367.00	1,635,540.68 (5)
Loan Agreement	269,003,014.00		269,003,014.00	19,184,508.39 (5)
Bonds Issued by Other Public Bodies Guaranteed by the County	<u>471,754,632.00</u>	<u>471,754,632.00 (4)</u>		
	<u>776,452,646.00</u>	<u>484,516,265.00</u>	<u>291,936,381.00</u>	<u>20,820,049.06</u>
	<u>\$ 822,257,057.64</u>	<u>\$ 518,190,280.72</u>	<u>\$ 304,066,776.92</u>	<u>\$ 32,950,444.98</u>

Sources:

- (1) Winslow Township Annual Debt Statement - December 31, 2015
- (2) Camden County Report of Audit - December 31, 2015
- (3) Includes Reserve for Payment of Bonds, Other Accounts Receivable and General Obligation Pension Refunding Bonds.
- (4) Deductible in accordance with N.J.S.A. 40:37A-80.
- (5) Such debt is allocated as a proportion of the Township's share of the total 2015 Equalized Value, which is 7.13%.
The source for this computation was the 2015 Table of Equalized Valuations, which is supplied by the New Jersey Division of Taxation.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Legal Debt Margin Information
 Last Ten Fiscal Years
 Unaudited

Legal Debt Margin Calculation for Fiscal Year 2016

	Equalized Valuation Basis (1)
	2015 \$ 2,640,801,867.00
	2014 2,634,395,057.00
	2013 <u>2,563,722,472.00</u>
	[A] <u>\$ 7,838,919,396.00</u>
Average equalized valuation of taxable property	[A/3] \$ 2,612,973,132.00
Debt limit (4% of average equalization value) (2)	[B] 104,518,925.28
Total Net Debt Applicable to Limit	[C] <u>11,365,000.00</u>
Legal Debt Margin	[B-C] <u>\$ 93,153,925.28</u>

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Debt limit	\$ 104,518,925.28	\$ 104,723,925.92	\$ 107,099,572.39	\$ 113,180,418.16	\$ 118,587,122.75	\$ 123,726,858.07	\$ 121,216,618.29	\$ 114,253,019.89	\$ 100,008,360.63	\$ 83,991,870.41
Total net debt applicable to limit (3)	<u>11,365,000.00</u>	<u>14,115,000.00</u>	<u>16,780,000.00</u>	<u>18,260,000.00</u>	<u>21,335,000.00</u>	<u>23,630,000.00</u>	<u>25,830,000.00</u>	<u>27,970,000.00</u>	<u>26,215,000.00</u>	<u>27,030,000.00</u>
Legal debt margin	<u>\$ 93,153,925.28</u>	<u>\$ 90,608,925.92</u>	<u>\$ 90,319,572.39</u>	<u>\$ 94,920,418.16</u>	<u>\$ 96,957,122.75</u>	<u>\$ 100,096,858.07</u>	<u>\$ 95,386,618.29</u>	<u>\$ 86,283,019.89</u>	<u>\$ 56,961,870.41</u>	<u>\$ 56,961,870.41</u>
Total net debt applicable to the limit as a percentage of debt limit	10.87%	13.48%	15.67%	16.13%	17.99%	19.10%	21.31%	24.48%	26.21%	32.18%

Sources:

- (1) Equalized valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) Limit set by NJSA 18A:24-19 for a K through 12 district.
- (3) District Records

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2016	N/A	N/A	N/A	N/A
2015	39,019	N/A	N/A	7.00%
2014	38,895	\$ 1,823,630,970.00	\$ 46,886.00	8.10%
2013	39,165	1,783,730,760.00	45,544.00	9.50%
2012	39,238	1,786,898,520.00	45,540.00	10.90%
2011	39,466	1,750,672,294.00	44,359.00	10.80%
2010	39,493	1,676,754,301.00	42,457.00	11.00%
2009	39,600	1,672,783,200.00	42,242.00	10.50%
2008	39,365	1,663,564,900.00	42,260.00	7.10%
2007	39,169	1,605,772,324.00	40,996.00	5.80%

Sources:

- (1) Population information provided by the NJ Dept. of Labor and Workforce Development
- (2) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (3) Per Capita personal income by municipality-estimated based upon the 2010/2000 Census published by the US Bureau of Economic Analysis.
- (4) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Principal Employers in Camden County
Current Year and Nine Years Ago
Unaudited

<u>Employer</u>	2016			2007		
	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Employment</u>
Virtua Health System	3,024	1	N/A	2,600	2	N/A
Cooper University Health System	3,000	2	N/A	3,100	1	N/A
Our Lady of Lourdes Health System	2,451	3	N/A	2,400	3	N/A
Kennedy Health System	2,282	4	N/A	1,600	4	N/A
Bancroft NeuroHealth	1,600	5	N/A	1,000	6	N/A
Campbell Soup Company	1,400	6	N/A	1,500	5	N/A
T.D.Bank, N.A.	1,364	7	N/A			
Aluminum Shapes	1,300	8	N/A			
L-3 Communication Systems - East	1,111	9	N/A	900	7	N/A
Baxter Healthcare	1,000	10	N/A			
CIGNA				700	8	N/A
	<u>18,532</u>			<u>13,800</u>		

Source: The Camden County Improvement Authority and Courier-post "Top Employers"
Philadelphia Business Journal, Book of Lists
Employee information for the Township is not available.

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Full-time Equivalent District Employees by Function/Program
 Last Ten Fiscal Years
 Unaudited

<u>Function/Program</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Instruction										
Regular	342	339	338	326	335	357	382	405	383	360
Special education	115	117	114	105	108.5	114	111	114	179	175
Other special education	53	57	56	54.5	58.5	59	77	50	53	33
Other instruction	10	10	9	9	9	10	13	9	2	2
Adult/continuing education programs										1
Support Services:										
Attendance and Social Work	3	7	3.5	4	4.5	7	15	15	5	6
Health Services	10	10	10	10	10	12	13	14	13	8
Student & instruction related services							141	169	79	104
General administrative services	37	36	40.5	41.5	39.5	41	48	62	50	19
School administrative services	28	30	29	30	30	29.5	29	27	49	46
Business administrative services	12	9	9	9	9	12.5	14	17	21	22
Plant operations and maintenance							49	112	135	135
Pupil transportation	75	75	75	73	75.5	77	80	81	86	75
Food Service	3	3	4	4	5	8	14	11	12	13
Child Care				4	9	9	24	27	28	26
Total	688	693	688	670	694	736	1,010	1,113	1,095	1,025

Source: District Personnel Records

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Operating Statistics
 Last Ten Fiscal Years
 Unaudited

<u>Fiscal</u>	<u>Enrollment</u>	<u>Teaching Staff (1)</u>	<u>Pupil/Teacher Ratio</u>			<u>High School</u>	<u>Average Daily Enrollment (ADE) (2)</u>	<u>Average Daily Attendance (ADA) (2)</u>	<u>% Change in Average Daily Enrollment</u>	<u>Student Attendance Percentage</u>
			<u>Elementary</u>	<u>Elementary</u>	<u>Middle School</u>					
2016	4,903	592	9.37/1	7.96/1	6.23/1	8.86/1	4,849	4,608	0.23%	95.03%
2015	4,890	584	9.58/1	8.04/1	6.56/1	8.65/1	4,838	4,603	-0.49%	95.14%
2014	4,909	518	9.72/1	8.87/1	8.68/1	10.35/1	4,862	4,614	5.06%	94.90%
2013	5,137	519	10.33/1	9.26/1	8.97/1	10.68/1	4,628	4,388	-5.61%	94.81%
2012	5,343	510	11.89/1	10.05/1	8.77/1	10.51/1	4,903	4,649	-6.77%	94.82%
2011	5,652	570	10.68/1	9.54/1	8.12/1	10.65/1	5,259	4,967	-3.11%	94.45%
2010	5,941	507	10.66/1	12.37/1	11.82/1	12.27/1	5,428	5,098	-4.39%	93.92%
2009	6,006	526	10.57/1	11.58/1	11.06/1	11.84/1	5,677	5,236	-7.24%	92.23%
2008	6,027	568	9.93/1	10.80/1	10.41/1	12.62/1	6,120	5,795	-3.22%	94.69%
2007	6,281	593	10.45/1	11.22/1	11.33/1	12.10/1	6,324	5,966	-3.67%	94.34%

Sources: District records

- (1) Teaching staff includes only full-time equivalents of certificated staff.
- (2) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 School Building Information
 Last Ten Fiscal Years
 Unaudited

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
District Building										
<u>Elementary</u>										
School 1 (First Year 1967)										
Square Feet	43,700	43,700	43,700	43,700	43,700	43,700	43,700	43,700	43,700	43,700
Capacity (students)	305	305	305	305	305	305	305	305	305	305
Enrollment	379	354	364	358	320	333	333	376	376	376
School 2 (First Year 1967)										
Square Feet	43,700	43,700	43,700	43,700	43,700	43,700	43,700	43,700	43,700	43,700
Capacity (students)	309	309	309	309	309	309	309	309	309	309
Enrollment	354	382	345	280	340	289	289	368	368	368
School 3 (First Year 1973)										
Square Feet	53,650	53,650	53,650	53,650	53,650	53,650	53,650	53,650	53,650	53,650
Capacity (students)	401	401	401	401	401	401	401	401	401	401
Enrollment	486	466	440	404	384	344	344	483	483	483
School 4 (First Year 1976)										
Square Feet	69,075	69,075	69,075	69,075	69,075	69,075	69,075	69,075	69,075	69,075
Capacity (students)	449	449	449	449	449	449	449	449	449	449
Enrollment	499	493	492	491	436	420	420	438	438	438
School 5 (First Year 1989)										
Square Feet	111,680	111,680	111,680	111,680	111,680	111,680	111,680	111,680	111,680	111,680
Capacity (students)	515	515	515	515	515	515	515	515	515	515
Enrollment	631	606	633	605	673	744	744	645	645	645
School 6 (First Year 1993)										
Square Feet	111,680	111,680	111,680	111,680	111,680	111,680	111,680	111,680	111,680	111,680
Capacity (students)	594	594	594	594	594	594	594	594	594	594
Enrollment	491	512	481	533	533	640	640	701	701	701
<u>Middle School</u>										
Winslow Township Middle School (First Year 1970)										
Square Feet	193,567	193,567	193,567	193,567	193,567	193,567	193,567	193,567	193,567	193,567
Capacity (students)	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127	1,127
Enrollment	717	754	844	788	858	1,296	1,296	1,421	1,421	1,421
<u>High School</u>										
Winslow Township High School (First Year 1958)										
Square Feet	204,762	204,762	204,762	204,762	204,762	204,762	204,762	204,762	204,762	204,762
Capacity (students)	1,111	1,111	1,111	1,111	1,111	1,111	1,111	1,111	1,111	1,111
Enrollment	1,325	1,323	1,310	1,277	1,360	1,540	1,540	1,353	1,353	1,353
<u>Other</u>										
Central Administration (1970) - Square Feet - Demolished FY15			3,220	3,220	3,220	3,220	3,220	3,220	3,220	3,220
Administration Building (Formerly New Jersey Regional Day School as of 2014) - Square Feet	27,180	27,180	27,180	27,180	27,180	27,180	27,180	27,180	27,180	27,180
Curriculum & Technology Offices (Formerly Board Office - as of 2014) - Square Feet	5,642	5,642	5,642	5,642	5,642	5,642	5,642	5,642	5,642	5,642
Special Services/Maintenance - Square Feet	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Bus Garage - Square Feet	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Custodial Warehouse - Square Feet	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
M&O Garage Warehouse - Square Feet	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000
School #1 Garage - Square Feet	500	500	500	500	500	500	500	500	500	500
School #2 Garage - Square Feet	500	500	500	500	500	500	500	500	500	500
Middle School Garage - Square Feet	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Number of Schools at June 30, 2016										
Elementary = 6										
Middle School = 1										
Senior High School = 1										

Source: District records

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Required Maintenance
 Last Ten Fiscal Years
 Unaudited

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

* School Facilities	Project # (s)	For the Fiscal Year Ended June 30,									
		2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
School 1	030	\$ 75,062.94	\$ 43,950.35	\$ 143,364.34	\$ 37,142.45	\$ 90,508.88	\$ 21,920.64	\$ 82,755.14	\$ 71,726.70	\$ 48,274.83	\$ 54,238.45
School 2	040	34,765.47	41,134.69	118,682.26	37,142.45	90,508.88	21,920.64	82,755.14	71,726.70	48,274.83	54,238.45
School 3	050	38,468.67	7,683.98	324,369.08	48,220.03	117,502.76	28,458.38	107,436.49	93,118.87	62,672.59	70,414.83
School 4	060	41,088.46	58,845.35	166,017.80	48,220.03	117,502.76	28,458.38	107,436.49	93,118.87	62,672.59	70,414.83
School 5	070	35,491.34	32,978.36	323,243.84	51,478.14	125,442.13	30,381.24	114,695.72	99,410.69	66,907.22	75,172.59
School 6	080	25,280.33	22,888.84	336,695.25	51,478.14	125,442.13	30,381.24	114,695.72	99,410.69	66,907.22	75,172.59
Middle School	020	56,724.36	64,237.57	537,105.47	188,970.37	460,483.78	111,526.07	421,034.91	364,925.30	245,608.79	275,950.03
High School	010	133,685.96	296,531.70	250,411.25	177,241.18	431,902.02	104,603.76	394,901.70	342,274.77	230,364.11	258,822.10
Administration	999	54,991.20	49,996.50	820,696.13	11,729.20	28,581.75	6,922.31	26,133.20	22,650.54	15,244.68	17,127.93
Total School Facilities		<u>495,558.73</u>	<u>618,247.34</u>	<u>3,020,585.42</u>	<u>651,621.98</u>	<u>1,587,875.09</u>	<u>384,572.64</u>	<u>1,451,844.50</u>	<u>1,258,363.11</u>	<u>846,926.86</u>	<u>951,551.82</u>
Other Facilities	999			69,238.00							
Total		<u>\$ 495,558.73</u>	<u>\$ 618,247.34</u>	<u>\$ 3,089,823.42</u>	<u>\$ 651,621.98</u>	<u>\$ 1,587,875.09</u>	<u>\$ 384,572.64</u>	<u>\$ 1,451,844.50</u>	<u>\$ 1,258,363.11</u>	<u>\$ 846,926.86</u>	<u>\$ 951,551.82</u>

* School Facilities as defined under EFCFA.
 (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District Records

TOWNSHIP OF WINSLOW SCHOOL DISTRICT

Insurance Schedule

June 30, 2016

Unaudited

	<u>Coverage</u>	<u>Deductible</u>
New Jersey Schools Insurance Group (NJSIG)		
Commercial Property Coverage:		
Blanket Building & Business Personal Property	\$ 185,208,085.00	\$ 5,000.00
General Liability:		
Products and Completed Operations	11,000,000.00	
Personal and Advertising Injury	11,000,000.00	
Combined Single Limit for Bodily Injury & Property Damage	11,000,000.00	
Child Molestation/Sexual Abuse Limit - Occurrence	11,000,000.00	
Child Molestation/Sexual Abuse Limit - Annual Pool Aggregate	17,000,000.00	
Employee Benefits Limit	11,000,000.00	1,000.00
Commercial Inland Marine:		
Blanket Hardware and Software	1,300,000.00	1,000.00
Boiler and Machinery:		
Combined Single Limit per Accident for Property Damage and Business Income	100,000,000.00	5,000.00
Commercial Crime Section:		
Employee Dishonesty Coverage	100,000.00	1,000.00
Business Auto Coverage:		
Combined Single Limit	11,000,000.00	1,000.00
Pollution Liability Policy:		
EIL - Incident Limit	1,000,000.00	
EIL - Aggregate Limit	11,000,000.00	25,000.00
School District Legal Liability:		
Legal Liability Limit	11,000,000.00	25,000.00
Workers Compensation Policy:		
Bodily Injury by Accident	2,000,000.00	
Bodily Injury by Disease - Aggregate Limit	2,000,000.00	
Bodily Injury by Disease - Each Employee	2,000,000.00	
Ohio Casualty Group		
Public Official Bond - Board Secretary/Business Administrator	450,000.00	
Public Official Bond - Board Secretary/Assistant Business Administrator	35,000.00	
United States Fire Insurance Company		
Student Accident Policies:		
Catastrophic Student Accident Coverage:		
Accident Medical Expense Benefit - Maximum Benefit per Participant	1,000,000.00	
Catastrophic Cash Benefit - Maximum Benefit Amount	1,000,000.00	
Berkely Life and Health Insurance		
Student Accident Policies:		
Maximum Benefit Amount	1,000,000.00	

SINGLE AUDIT SECTION

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND
STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Each Major Federal and State Program

We have audited the Township of Winslow School District's, in the County of Camden, State of New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2016. The School District's major federal and state programs are identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey; Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, 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 Township of Winslow School District's, in the County of Camden, State of New Jersey, 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 School District's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the Township of Winslow School District, in the County of Camden, State of New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2016.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and New Jersey Circular 15-08-OMB, and which is described in the accompanying *Schedule of Findings and Questioned Costs* and *Independent Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* as item no.: 2016-001. Our opinion on each major federal and state program is not modified with respect to this matter.

The School District's response to the noncompliance finding identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the Township of Winslow School District, in the County of Camden, State of New Jersey, 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 School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, 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 School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Carol A. McAllister

Carol A. McAllister
Certified Public Accountant
Public School Accountant No. CS 238400

Voorhees, New Jersey
November 1, 2016

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2016

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal FAIN Number	Pass-Through Entity Identifying Number	Program or Award Amount	Grant Period		Balance at June 30, 2015	
					From	To	Unearned Revenue/ (Accounts Receivable)	Due to Grantor
U.S. Department of Education								
Passed-Through State Department of Education:								
General Fund:								
Medical Assistance Program (SEMI)	93.778	1605NJ5MAP	16-100-054-7540-211	\$ 169,748.69	7/1/15	6/30/16		
Medical Assistance Program (SEMI)	93.778	1605NJ5MAP	15-100-054-7540-211	214,683.65	7/1/14	6/30/15	\$ (79,984.63)	
Medical Assistance Program (SEMI)								
Prior Year Cost Settlement (13-14)	93.778	1605NJ5MAP	16-100-054-7540-211	142,404.74	7/1/13	6/30/14		
Total Medical Assistance Program (SEMI)							(79,984.63)	-
Total General Fund							(79,984.63)	-
U.S. Department of Education								
Passed-Through State Department of Education:								
Special Revenue Fund:								
Title I - Cluster								
Title I - Part A	84.010	S010A150030	NCLB582016	1,299,609.00	7/1/15	6/30/16		
Title I - Part A	84.010	S010A150030	NCLB582015	956,405.00	7/1/14	6/30/15	(387,556.66)	
Total Title I Cluster							(387,556.66)	-
I.D.E.A. Part B Cluster								
I.D.E.A. Part B Basic Regular	84.027	H027A150100	FT582016	1,304,019.00	7/1/15	6/30/16		
I.D.E.A. Part B Basic Regular	84.027	H027A150100	FT582015	1,259,183.00	7/1/14	6/30/15	(76,387.27)	
I.D.E.A. Part B Preschool	84.173	H173A150114	PSH582016	61,468.00	7/1/15	6/30/16		
I.D.E.A. Part B Preschool	84.173	H173A150114	PSH582015	60,061.00	7/1/14	6/30/15	(527.14)	
I.D.E.A. Part B Preschool	84.173	H173A150114	PSH582014	59,575.00	7/1/13	6/30/14	(3.90)	
Total I.D.E.A. Part B Cluster							(76,918.31)	-
Other Grants:								
Title II A	84.367	S367A150029	NCLB582016	202,261.00	7/1/15	6/30/16		
Title II A	84.367	S367A150029	NCLB582015	207,106.00	7/1/14	6/30/15	(53,321.57)	
Title II A	84.367	S367A150029	NCLB582014	203,426.00	7/1/13	6/30/14	(59,152.97)	
Title III	84.365	S365A150030	NCLB582016	13,170.00	7/1/15	6/30/16		
Title III	84.365	S365A150030	NCLB582015	17,640.00	7/1/14	6/30/15	(4,966.97)	
Title III - Immigrant	84.365	S365A150030	NCLB582016	11,671.00	7/1/15	6/30/16		
Title III - Immigrant	84.365	S365A150030	NCLB582015	5,956.00	7/1/14	6/30/15	(5,837.46)	
Career and Technical Education (Perkins)	84.048	V048A150030	PERK582016	30,504.00	7/1/15	6/30/16		
Career and Technical Education (Perkins)	84.048	V048A150030	PERK582015	65,299.00	7/1/14	6/30/15	(31,780.41)	
JROTC	99.472	Not Available	N/A	69,863.97	7/1/15	6/30/16		
JROTC	99.472	Not Available	N/A	61,914.58	7/1/14	6/30/15	(5,748.80)	
Total Other Grants							(160,808.18)	-
Total Special Revenue Fund							(625,283.15)	-
U.S. Department of Agriculture								
Passed-Through State Department of Education:								
Enterprise Fund:								
Child Nutrition Cluster:								
Non-Cash Assistance:								
Food Distribution	10.555	16161NJ304N1099	N/A	190,507.28	7/1/15	6/30/16		
Food Distribution	10.555	16161NJ304N1099	N/A	139,603.78	7/1/14	6/30/15	14,281.53	
Total Non-Cash Assistance							14,281.53	-
Cash Assistance:								
National School Lunch Program	10.555	16161NJ304N1099	16-100-026-3350-010	1,255,454.61	7/1/15	6/30/16		
National School Lunch Program	10.555	16161NJ304N1099	15-100-026-3350-010	1,214,097.36	7/1/14	6/30/15	(90,438.34)	
School Breakfast Program	10.553	16161NJ304N1099	16-100-028-3350-010	287,057.41	7/1/15	6/30/16		
School Breakfast Program	10.553	16161NJ304N1099	15-100-028-3350-010	281,061.21	7/1/14	6/30/15	(21,812.61)	
Summer Food Service Program	10.559	16161NJ304N1099	15-100-034-3350-010	54,666.92	7/1/14	6/30/15		
Total Cash Assistance							(112,250.95)	-
Total Child Nutrition Cluster							(97,969.42)	-
Total Enterprise Fund							(97,969.42)	-
Total Federal Awards							\$ (803,237.20)	\$ -

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

Carryover/ (Walkover) <u>Amount</u>	Cash <u>Received</u>	Budgetary Expenditures			Passed- Through to <u>Subrecipients</u>	<u>Adjustments</u>	Repayment of Prior Years' <u>Balances</u>	Balance at June 30, 2016		
		Pass-Through <u>Funds</u>	Direct <u>Funds</u>	Total Budgetary <u>Expenditures</u>				(Accounts Receivable)	Unearned Revenue	Due to Grantor
	\$ 159,715.75 79,984.63	\$ 169,748.69		\$ 169,748.69 -				\$ (10,032.94)		
		142,404.74		142,404.74				(142,404.74)		
-	239,700.38	312,153.43	-	312,153.43	-	-	-	(152,437.68)	-	-
-	239,700.38	312,153.43	-	312,153.43	-	-	-	(152,437.68)	-	-
\$ 143,460.34 (143,460.34)	841,031.00 531,017.00	1,336,779.26		1,336,779.26 -				(352,287.92)		
-	1,372,048.00	1,336,779.26	-	1,336,779.26	-	-	-	(352,287.92)	-	-
187,623.73 (187,623.73)	1,077,495.00 264,011.00	1,367,822.19		1,367,822.19 -				(102,703.46)		
18,944.86 (18,944.86)	46,296.10 19,472.00 3.90	72,016.00		72,016.00 - -				(6,775.04)		
-	1,407,278.00	1,439,838.19	-	1,439,838.19	-	-	-	(109,478.50)	-	-
117,209.43 (117,209.43)	133,893.03 170,531.00 59,152.97	298,350.98		298,350.98 - -				(47,248.52)		
6,573.03 (6,573.03)	2,951.00 11,540.00	14,687.42		14,687.42 -				(5,163.39)		
118.54 (118.54)	5,838.00 5,791.00	8,794.05		8,794.05 -				(8,675.51)		
	31,781.00	29,892.15		29,892.15		\$ (0.59)		(118.00)		
	63,969.45 5,748.80	69,863.97		69,863.97 -				(24,101.15)		
								(5,894.52)		
-	491,196.25	421,588.57	-	421,588.57	-	(0.59)	-	(91,201.09)	-	-
-	3,270,522.25	3,198,206.02	-	3,198,206.02	-	(0.59)	-	(552,967.51)	-	-
	190,507.28	158,597.65 14,281.53		158,597.65 14,281.53				\$ 31,909.63		
-	190,507.28	172,879.18	-	172,879.18	-	-	-	-	31,909.63	-
	1,163,599.41 90,438.34	1,255,454.61		1,255,454.61 -				(91,855.20)		
	264,138.69 21,812.61	287,057.41		287,057.41 -				(22,918.72)		
	54,666.92	54,666.92		54,666.92						
-	1,594,655.97	1,597,178.94	-	1,597,178.94	-	-	-	(114,773.92)	-	-
-	1,785,163.25	1,770,058.12	-	1,770,058.12	-	-	-	(114,773.92)	31,909.63	-
-	1,785,163.25	1,770,058.12	-	1,770,058.12	-	-	-	(114,773.92)	31,909.63	-
\$ -	\$ 5,295,385.88	\$ 5,280,417.57	\$ -	\$ 5,280,417.57	\$ -	\$ (0.59)	\$ -	\$ (820,179.11)	\$ 31,909.63	\$ -

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Expenditures of State Financial Assistance
 For the Fiscal Year Ended June 30, 2016

State Grantor / Program or Cluster Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2015		Carryover/ (Walkover) Amount
			From	To	Unearned Revenue/ (Accounts Receivable)	Due to Grantor	
State Department of Education (State Aid):							
General Fund:							
State Aid - Public Cluster:							
Equalization Aid	16-495-034-5120-078	\$ 38,341,995.00	7/1/15	6/30/16			
Special Education Categorical Aid	16-495-034-5120-089	3,025,665.00	7/1/15	6/30/16			
Security Aid	16-495-034-5120-084	1,389,418.00	7/1/15	6/30/16			
Adjustment Aid	16-495-034-5120-085	209,733.00	7/1/15	6/30/16			
Per Pupil Growth Aid	16-495-034-5120-097	46,290.00	7/1/15	6/30/16			
PARCC Readiness Aid	16-495-034-5120-098	46,290.00	7/1/15	6/30/16			
Equalization Aid	15-495-034-5120-078	38,341,995.00	7/1/14	6/30/15	\$ (3,716,328.08)		
Special Education Categorical Aid	15-495-034-5120-089	3,025,665.00	7/1/14	6/30/15	(293,264.96)		
Security Aid	15-495-034-5120-084	1,389,418.00	7/1/14	6/30/15	(134,670.43)		
Adjustment Aid	15-495-034-5120-085	209,733.00	7/1/14	6/30/15	(20,328.54)		
Per Pupil Growth Aid	15-495-034-5120-097	46,290.00	7/1/14	6/30/15	(4,486.69)		
PARCC Readiness Aid	15-495-034-5120-098	46,290.00	7/1/14	6/30/15	(4,486.69)		
Total State Aid - Public Cluster					(4,173,565.39)	-	-
Extraordinary Special Education Cost Aid:							
Extraordinary Aid	16-100-034-5120-473	283,586.00	7/1/15	6/30/16			
Extraordinary Aid	15-100-034-5120-473	349,781.00	7/1/14	6/30/15	(279,934.00)		
Total Extraordinary Special Education Cost Aid					(279,934.00)	-	-
Transportation Aid:							
Transportation Aid	16-495-034-5120-014	1,066,545.00	7/1/15	6/30/16			
Transportation Aid	15-495-034-5120-014	1,066,545.00	7/1/14	6/30/15	(103,375.71)		
Nonpublic Transportation Aid	16-495-034-5120-014	79,906.00	7/1/15	6/30/16			
Nonpublic Transportation Aid	15-495-034-5120-014	56,786.00	7/1/14	6/30/15	(56,786.00)		
Total Transportation Aid					(160,161.71)	-	-
Reimbursed TPAF Social Security Contributions:							
Reimbursed TPAF Social Security Contributions	16-495-034-5094-003	2,875,504.70	7/1/15	6/30/16			
Reimbursed TPAF Social Security Contributions	15-495-034-5094-003	2,927,848.45	7/1/14	6/30/15	(146,093.87)		
Total Reimbursed TPAF Social Security Contributions					(146,093.87)	-	-
Total General Fund					(4,759,754.97)	-	-
Special Revenue Fund:							
Preschool Education Aid:							
Preschool Education Aid	16-495-034-5120-086	1,441,786.64	7/1/15	6/30/16			\$ 306,877.64
Preschool Education Aid	15-495-034-5120-086	1,338,227.30	7/1/14	6/30/15	268,396.74		(306,877.64)
Total Preschool Education Aid					268,396.74	-	-
N.J. Nonpublic Textbook Aid:							
Textbook Aid	16-100-034-5120-064	4,911.00	7/1/15	6/30/16			
Textbook Aid	15-100-034-5120-064	7,686.00	7/1/14	6/30/15		\$ 1,662.20	
Total N.J. Nonpublic Textbook Aid					-	1,662.20	-
N.J. Nonpublic Technology Initiative Aid:							
Technology Initiative Aid	16-100-034-5120-373	2,236.00	7/1/15	6/30/16			
Technology Initiative Aid	15-100-034-5120-373	4,128.00	7/1/14	6/30/15		417.50	
Total N.J. Nonpublic Technology Initiative Aid					-	417.50	-
N.J. Nonpublic Nursing Aid:							
Nursing Services	16-100-034-5120-070	7,740.00	7/1/15	6/30/16			
Nursing Services	15-100-034-5120-070	12,236.00	7/1/14	6/30/15		122.36	
Total N.J. Nonpublic Nursing Aid					-	122.36	-
N.J. Nonpublic Auxiliary Services Aid:							
Auxiliary Services:							
Compensatory Education	16-100-034-5120-067	51,608.00	7/1/15	6/30/16			
Transportation (CST)	16-100-034-5120-067	13,984.00	7/1/15	6/30/16			
Home Instruction	16-100-034-5120-067	5,037.00	7/1/15	6/30/16			
Auxiliary Services:							
Compensatory Education	15-100-034-5120-067	34,936.00	7/1/14	6/30/15		11,645.20	
Transportation (CST)	15-100-034-5120-067	11,475.00	7/1/14	6/30/15		7,517.04	
Home Instruction	15-100-034-5120-067	2,035.00	7/1/14	6/30/15	(2,034.63)		
Total N.J. Nonpublic Auxiliary Services Aid					(2,034.63)	19,162.24	-
N.J. Nonpublic Handicapped Services Aid:							
Handicapped Services:							
Initial Exam & Class	16-100-034-5120-066	14,655.00	7/1/15	6/30/16			
Corrective Speech	16-100-034-5120-066	22,574.00	7/1/15	6/30/16			
Supplementary Instruction	16-100-034-5120-066	8,169.00	7/1/15	6/30/16			
Handicapped Services:							
Corrective Speech	15-100-034-5120-066	19,437.00	7/1/14	6/30/15		15,637.95	
Supplementary Instruction	15-100-034-5120-066	9,416.00	7/1/14	6/30/15		7,925.07	
Initial Exam & Class	15-100-034-5120-066	17,645.00	7/1/14	6/30/15		5,945.26	
Total N.J. Nonpublic Handicapped Services Aid					-	29,508.28	-

Cash Received	Budgetary Expenditures	Passed-Trough to Subrecipients	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2016			Memo	
					(Accounts Receivable)	Unearned Revenue/ Interfund Payable	Due to Grantor	Budgetary Receivable June 30, 2016	Cumulative Total Expenditures
\$ 34,650,242.14	\$ 38,341,995.00				\$ (3,691,752.86)			\$ 3,691,752.86	\$ 38,341,995.00
2,734,339.33	3,025,665.00				(291,325.67)			291,325.67	3,025,665.00
1,255,638.11	1,389,418.00				(133,779.89)			133,779.89	1,389,418.00
189,538.89	209,733.00				(20,194.11)			20,194.11	209,733.00
41,832.97	46,290.00				(4,457.03)			4,457.03	46,290.00
41,832.97	46,290.00				(4,457.03)			4,457.03	46,290.00
3,716,328.08									38,341,995.00
293,264.96									3,025,665.00
134,670.43									1,389,418.00
20,328.54									509,733.00
4,486.69									46,290.00
4,486.69									46,290.00
43,086,989.80	43,059,391.00	-	-	-	(4,145,966.59)	-	-	4,145,966.59	86,418,782.00
	280,009.00				(280,009.00)				283,586.00
279,934.00									349,781.00
279,934.00	280,009.00	-	-	-	(280,009.00)	-	-	-	633,367.00
963,852.89	1,066,545.00				(102,692.11)			102,692.11	1,066,545.00
103,375.71	79,906.00				(79,906.00)				1,066,545.00
56,786.00									79,906.00
									56,786.00
1,124,014.60	1,146,451.00	-	-	-	(182,598.11)	-	-	102,692.11	2,269,782.00
2,731,563.21	2,875,504.70				(143,941.49)				2,875,504.70
146,093.87									2,927,848.45
2,877,657.08	2,875,504.70	-	-	-	(143,941.49)	-	-	-	5,803,353.15
47,368,595.48	47,361,355.70	-	-	-	(4,752,515.19)	-	-	4,248,658.70	95,125,284.15
1,065,253.70	1,199,062.84				(69,655.30)	\$ 242,723.80			1,199,062.84
38,480.90									1,031,349.66
1,103,734.60	1,199,062.84	-	-	-	(69,655.30)	242,723.80	-	-	2,230,412.50
4,911.00	4,902.75		\$ 0.58	\$ 1,662.20			\$ 8.83		4,902.17
									6,023.80
4,911.00	4,902.75	-	0.58	1,662.20	-	-	8.83	-	10,925.97
2,236.00	1,953.00			417.50			283.00		1,953.00
									3,710.50
2,236.00	1,953.00	-	-	417.50	-	-	283.00	-	5,663.50
7,740.00	7,662.60			122.36			77.40		7,662.60
									12,113.64
7,740.00	7,662.60	-	-	122.36	-	-	77.40	-	19,776.24
51,608.00	19,288.80						32,319.20		19,288.80
13,984.00	3,799.97						10,184.03		3,799.97
	5,037.00								5,037.00
				11,645.20					34,936.00
				7,517.04					11,475.00
2,035.00			(0.37)						2,035.00
67,627.00	28,125.77	-	(0.37)	19,162.24	(5,037.00)	-	42,503.23	-	76,571.77
14,655.00	7,495.00						7,160.00		7,495.00
22,574.00	4,096.40						18,477.60		4,096.40
8,169.00	2,301.75						5,867.25		2,301.75
				15,637.95					3,799.05
				7,925.07					1,490.93
				5,945.26					11,699.74
45,398.00	13,893.15	-	-	29,508.28	-	-	31,504.85	-	30,882.87

(Continued)

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Expenditures of State Financial Assistance
 For the Fiscal Year Ended June 30, 2016

State Grantor / Program or Cluster Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2015		
			From	To	Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Carryover/ (Walkover) Amount
Special Revenue Fund (Cont'd): N.J. Nonpublic Security Aid	16-100-034-5120-066	\$ 2,150.00	7/1/15	6/30/16			
School Based Youth Program: School Based Youth Program	16-100-054-7500-068	273,128.00	7/1/15	6/30/16			
School Based Youth Program	15-100-054-7500-068	275,578.00	7/1/14	6/30/15		\$ 8,353.95	
Total School Based Youth Program						-	-
Total Special Revenue Fund					\$ 266,362.11	59,226.53	-
Capital Projects Fund: New Jersey School Development Authority (SDA): School Roofing Projects:							
High School	5820-010-09-0ZZO	1,804,646.00	06/04/10	Project End	(1,464,921.35)		
Middle School	5820-010-09-0ZZP	1,985,111.00	06/04/10	Project End	(1,125,496.91)		
High School Window Replacement	5820-010-14-G1NG	555,391.00	05/23/14	Project End	(450,486.57)		
School No. 2 Courtyard Drainage Project	5820-040-14-G1NJ	28,159.00	05/23/14	Project End	(1,087.38)		
High School ADA & Security Project	5820-010-14-G1NH	345,891.00	01/16/15	Project End	(12,552.69)		
Middle School Window and HVAC Replacement Project	5820-020-14-G1NI	1,175,148.00	01/16/15	Project End	(47,856.11)		
Total Capital Projects Fund					(3,102,401.01)	-	-
Debt Service Fund: Debt Service Aid Type II	16-495-034-5120-075	1,429,048.00	7/1/15	6/30/16	-	-	-
Enterprise Fund: State School Lunch Program	16-100-010-3350-023	27,609.66	7/1/15	6/30/16			
State School Lunch Program	15-100-010-3350-023	27,240.69	7/1/14	6/30/15	(2,652.76)		
Total Enterprise Fund					(2,652.76)	-	-
Total State Financial Assistance subject to Major Program Determination for State Single Audit					(7,598,446.63)	59,226.53	-
State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:							
General Fund (Non-Cash Assistance): New Jersey Department of the Treasury:							
On-behalf T.P.A.F. Pension - Normal Cost	16-495-034-5094-002	2,817,840.00	7/1/15	6/30/16			
On-behalf T.P.A.F. Pension - Non Contributory Insurance	16-495-034-5094-004	140,367.00	7/1/15	6/30/16			
On-behalf T.P.A.F. Pension - Post-Retirement Medical	16-495-034-5094-001	3,522,407.00	7/1/15	6/30/16			
Total General Fund (Non-Cash Assistance)					-	-	-
Total State Financial Assistance					\$ (7,598,446.63)	\$ 59,226.53	\$ -

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

Cash Received	Budgetary Expenditures	Passed- Trough to Subrecipients	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2016			Memo	
					(Accounts Receivable)	Unearned Revenue/ Interfund Payable	Due to Grantor	Budgetary Receivable June 30, 2016	Cumulative Total Expenditures
\$ 2,150.00	\$ 1,795.00						\$ 355.00		\$ 1,795.00
273,128.00	269,144.19			\$ 8,353.95			3,983.81		269,144.19 267,224.05
273,128.00	269,144.19	-	-	8,353.95	-	-	3,983.81	-	536,368.24
1,506,924.60	1,526,539.30	-	\$ 0.21	59,226.53	\$ (74,692.30)	\$ 242,723.80	78,716.12	-	2,912,396.09
					(1,464,921.35)			\$ 1,464,921.35	1,464,921.35
	5,001.93				(1,125,496.91)			1,125,496.91	1,125,496.91
	25,013.34				(455,488.50)			455,488.50	455,488.50
	134,874.65				(26,100.72)			26,100.72	26,100.72
	857,354.54				(147,427.34)			147,427.34	147,427.34
					(905,210.65)			905,210.65	905,210.65
-	1,022,244.46	-	-	-	(4,124,645.47)	-	-	4,124,645.47	4,124,645.47
1,429,048.00	1,429,048.00								1,429,048.00
23,902.19	27,609.66				(3,707.47)				27,609.66
2,652.76									27,240.69
26,554.95	27,609.66	-	-	-	(3,707.47)	-	-	-	54,850.35
50,331,123.03	51,366,797.12	-	0.21	59,226.53	(8,955,560.43)	242,723.80	78,716.12	8,373,304.17	103,646,224.06
2,817,840.00	2,817,840.00								2,817,840.00
140,367.00	140,367.00								140,367.00
3,522,407.00	3,522,407.00								3,522,407.00
6,480,614.00	6,480,614.00	-	-	-	-	-	-	-	6,480,614.00
\$ 56,811,737.03	\$ 57,847,411.12	\$ -	\$ 0.21	\$ 59,226.53	\$ (8,955,560.43)	\$ 242,723.80	\$ 78,716.12	\$ 8,373,304.17	\$ 110,126,838.06

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2016

Note 1: BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Township of Winslow School District (hereafter referred to as the "School District"). The School District is defined in note 1 to the School District's basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance. Because these schedules present only a selected portion of the operations of the School District, it is not intended to and does not present the financial position and changes in operations of the School District.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting, with the following exceptions: programs recorded in the capital projects fund are presented on the modified accrual basis of accounting and programs recorded in the enterprise funds are presented using the accrual basis of accounting. These bases of accounting are described in note 1 to the School District's basic financial statements. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. The School District has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

Note 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

Note 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D)

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is \$28,282.40 for the general fund and \$29,409.86 for the special revenue fund. See exhibit C-3, notes to required supplementary information, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 312,153.43	\$ 53,841,969.70	\$ 54,154,123.13
Special Revenue	3,198,956.02	1,521,123.84	4,720,079.86
Capital Projects		1,022,244.46	1,022,244.46
Debt Service		1,429,048.00	1,429,048.00
Food Service	<u>1,770,058.12</u>	<u>27,609.66</u>	<u>1,797,667.78</u>
Total Awards and Financial Assistance	<u>\$ 5,281,167.57</u>	<u>\$ 57,841,995.66</u>	<u>\$ 63,123,163.23</u>

Note 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

Note 5: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" represent rounding adjustments.

Note 6: REIMBURSED AND ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2016, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the federal food distribution program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs, non-contributory insurance, and post-retirement medical costs related to TPAF members.

Note 7: MAJOR PROGRAMS

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2016

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified? ___ yes x no

Significant deficiency(ies) identified? ___ yes x none reported

Noncompliance material to financial statements noted? ___ yes x no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? ___ yes x no

Significant deficiency(ies) identified? ___ yes x none reported

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

Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)? ___ yes x no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>93.778</u>	<u>1605NJ5MAP</u>	<u>Medical Assistance Program (SEMI)</u>
		<u>Child Nutrition Cluster:</u>
<u>10.555</u>	<u>16161NJ304N1099</u>	<u>National School Lunch Program</u>
<u>10.555</u>	<u>16161NJ304N1099</u>	<u>National School Lunch Program - Food Distribution</u>
<u>10.553</u>	<u>16161NJ304N1099</u>	<u>National School Breakfast Program</u>
<u>10.559</u>	<u>16161NJ304N1099</u>	<u>Summer Food Service Program</u>

Dollar threshold used to determine Type A programs \$ 750,000.00

Auditee qualified as low-risk auditee? x yes ___ no

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2016

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified? ___ yes x no

Significant deficiency(ies) identified? ___ yes x none reported

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

Any audit findings disclosed that are required to be reported in accordance with New Jersey Circular 15-08-OMB? ___ x ___ yes ___ no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
<u>16-495-034-5120-078</u>	<u>State Aid Public - Equalization Aid</u>
<u>16-495-034-5120-089</u>	<u>State Aid Public - Special Education Categorical Aid</u>
<u>16-495-034-5120-084</u>	<u>State Aid Public - Security Aid</u>
<u>16-495-034-5120-085</u>	<u>State Aid Public - Adjustment Aid</u>
<u>16-495-034-5120-097</u>	<u>State Aid Public - Per Pupil Growth Aid</u>
<u>16-495-034-5120-098</u>	<u>State Aid Public - PARCC Readiness Aid</u>
<u>16-495-034-5120-086</u>	<u>Preschool Education Aid</u>

Dollar threshold used to determine Type A programs \$ 1,541,003.91

Auditee qualified as low-risk auditee? ___ x ___ yes ___ no

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2016

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2016

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

None

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2016

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

Finding No. 2016-001

Information on the State Program

State Department of Education:

State Aid Public – Cluster (FY2015-2016):

Equalization Aid	GMIS No. 16-495-034-5120-078
Special Education Categorical Aid	GMIS No. 16-495-034-5120-089
Security Aid	GMIS No. 16-495-034-5120-084
Adjustment Aid	GMIS No. 16-495-034-5120-085
Per Pupil Growth Aid	GMIS No. 16-495-034-5120-097
PARCC Readiness Aid	GMIS No. 16-495-034-5120-098

Criteria or Specific Requirement

School Districts must complete the Application for State School Aid (A.S.S.A.) in accordance with instructions provided by the Division of Administration and Finance, Department of Education. School Districts must complete a set of supporting workpapers that document the compilation of data and provide an audit trail for testing the enrollments reported on the A.S.S.A. report.

Condition

The School District's reported enrollment in the category of "Sent to Private School for the Disabled" in the October 15, 2015 Application for State School Aid (A.S.S.A.) could not be verified to supporting documents.

Questioned Costs

None.

Context

The School District could not provide tuition contracts with approved Private Schools for the Disabled or private school tuition bills for October 2015 for six students that were reported as Sent to Private School for the Disabled. The sample was not statistically valid.

Effect

The numbers of sent students were overstated in the October 15, 2015 Application for State School Aid (A.S.S.A.) and may have an impact on the School District's State Aid allocation.

Cause

School District's workpaper in the category of Sent to Private School for the Disabled did not show student names in detail.

Recommendation

That the School District follow their written procedures and maintain adequate workpapers to support student enrollment data reported in each category of the A.S.S.A.

View of Responsible Officials and Planned Corrective Action

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

TOWNSHIP OF WINSLOW SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

None

