

BLOOMFIELD TOWNSHIP

SCHOOL DISTRICT

**Bloomfield Township School District
Board of Education
Bloomfield, New Jersey**

**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2017**

**Comprehensive Annual
Financial Report**

of the

**Bloomfield Township School District
Board of Education**

Bloomfield, New Jersey

For the Fiscal Year Ended June 30, 2017

Prepared by

**Bloomfield Township School District
Board of Education**

Finance Department

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION



BLOOMFIELD TOWNSHIP BOARD OF EDUCATION

Office of the Business Administrator

155 Broad Street
Bloomfield, New Jersey 07003
www.bloomfield.k12.nj.us

HWEY HWEY "VICKY" GUO
Business Administrator/Board Secretary

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SALVATORE GONCALVES
Superintendent

SANDRA SEARING
Assistant Superintendent for Curriculum

NICHOLAS DOTOLI
Director of Administration/General Counsel

EMILY SMITH
President, Board of Education

October 31, 2017

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

Dear Board Members:

It is with pleasure that we submit the Comprehensive Annual Financial Report (CAFR) of the Bloomfield Township School District (the "District") for the fiscal year ended June 30, 2017. 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 (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, financial trends and the fiscal capacity of the District, 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*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Bloomfield School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) in codification section 2100. All funds of the District are included in this report. The Bloomfield Board of Education and all of its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational and special education for handicapped youngsters. The District also offers a limited pre-school program.

2) ECONOMIC CONDITION AND OUTLOOK: The Township of Bloomfield continues to explore various opportunities to rejuvenate the Bloomfield “shopping center” of town. The Bloomfield “renewal” project has been centered on the construction of the New Jersey Transit Terminal at the Grove Street/Franklin Avenue junction. This development, it is hoped, will rekindle interest in the residential real estate as well as local small businesses. With the renewal of the center of town and the rejuvenation of the “south end” of town it is anticipated there will be a reverse in the trend of reduced ratables.

3) MAJOR INITIATIVES: In 2016-2017, the Superintendent, Board of Education, and District Administrators collaborated to identify a list of District goals for the year. Various Administrators chaired committees charged with examining aspects of the initiative, including:

- Calculation of the fiscal impact to the current budget; impact on successive years;
- Identification of classroom space; facilities issues;
- Determination of staffing needs;
- Revisions to existing curriculums

4) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to these programs. This internal control system 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 system, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with the applicable laws and regulations.

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objectives of these budgetary controls are to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. 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 a year-end are either canceled or are included as re-appropriations of fund balance in the subsequent fiscal year. Those amounts to be re-appropriated are reported as restrictions, commitments and assignments of fund balance at June 30, 2017.

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


7) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect government units from 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.

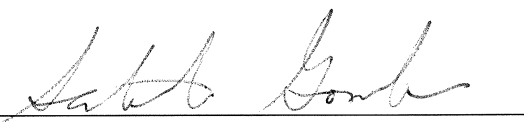
8) RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents and fidelity bonds. Workers' compensation insurance coverage is provided, in conjunction with a group of other school districts, through a joint insurance fund.

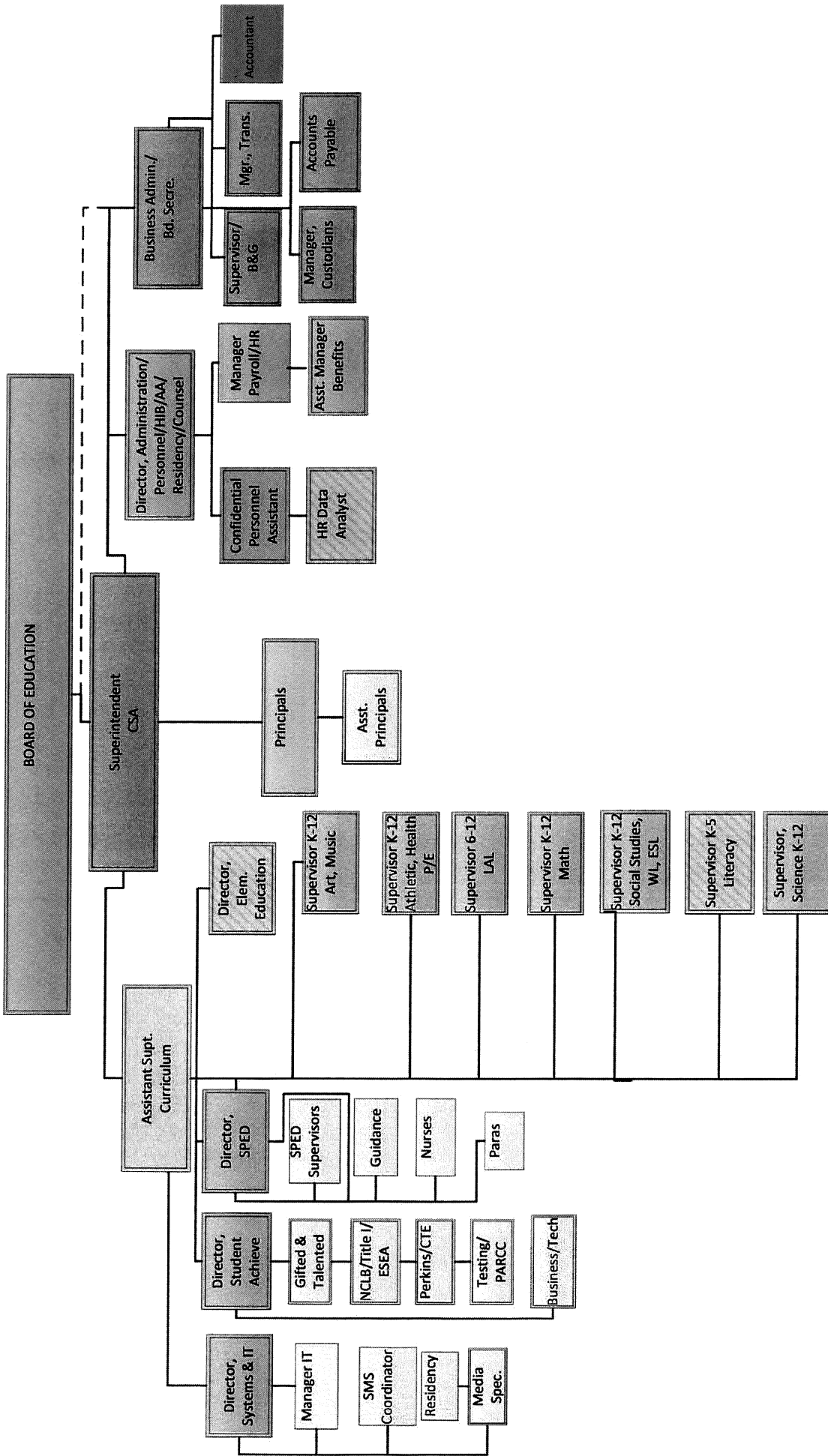
9) OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia, LLP was appointed by the Board of Education for this purpose. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Bloomfield Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby, contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,


Hwey-Hwey Vicky Guo
School Business Administrator/
Board Secretary


Salvatore Goncalves
Superintendent of Schools



BLOOMFIELD TOWNSHIP BOARD OF EDUCATION
2017 District Organization Chart

**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
 ROSTER OF OFFICIALS
 JUNE 30, 2017**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Emily M. Smith, President	2017
Ellen Rogers, Vice President	2017
Daniel A. Anderson	2018
Jill Fischman	2019
Michael Heller	2017
Ruth Hidalgo	2018
Linda Lo	2017
Lillian Mancheno	2019
Gladys Rivera (resigned 8/23/2017)	2018

<u>Other Officials</u>	<u>Title</u>
Salvatore Goncalves	Superintendent of Schools
Mark Resnick	Interim School Business Administrator/Board Secretary
Nicholas J. Dotoli, Ed.M. Esq.	Director of Administration; General Counsel
Kerry Keane	Treasurer

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
Consultants and Advisors

Audit Firm

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Mount Arlington Corporate Center
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Official Depository

Provident Bank
11 Broad Street
Bloomfield, NJ 07003

FINANCIAL SECTION

Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township of Bloomfield School District (the "District") in the County of Essex, as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise of the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' 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 audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township of Bloomfield School District, in the County of Essex, as of June 30, 2017, 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, which follows this report, the pension schedules in Exhibits L-1 through L-6 and the related notes and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information such as the combining and individual non-major fund financial statements and the schedules of expenditures of federal and state awards, 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 New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and the other information, such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary schedules such as the combining and individual non-major fund financial statements and the schedules of expenditures of federal and state awards 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 supplementary schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Honorable President and Members
of the Board of Education
Bloomfield Township School District
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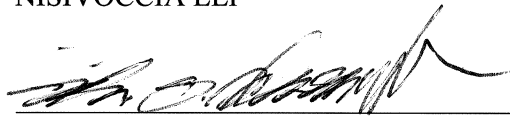
The accompanying other information such as the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2017 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

October 31, 2017
Mount Arlington, New Jersey

NISIVOCIA LLP



William F. Schroeder
Licensed Public School Accountant #2112
Certified Public Accountant

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)**

Bloomfield Township School District Management's Discussion and Analysis Unaudited

This section of the Bloomfield Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2017. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Financial Highlights

- The District's financial status improved by \$2,626,781 on a District-wide basis.
- Net position from the District's governmental activities increased \$2,053,026.
- Net position from the District's business-type activities increased \$573,755.
- Overall revenue was \$131.61 million.
- Overall expenditures were \$128.98 million.
- Actual General Fund budgetary basis revenue (Net of on-behalf TPAF contributions) was \$1,695,604 higher than expected, primarily due to tuition, miscellaneous revenues and extraordinary special education costs aid.

Overview of the Financial Statements

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *district-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services, summer arts program and innovation summer institute.
- *Fiduciary funds statements* provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the fiscal year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

**Figure A-1
Organization of Bloomfield Township School District's Financial Report**

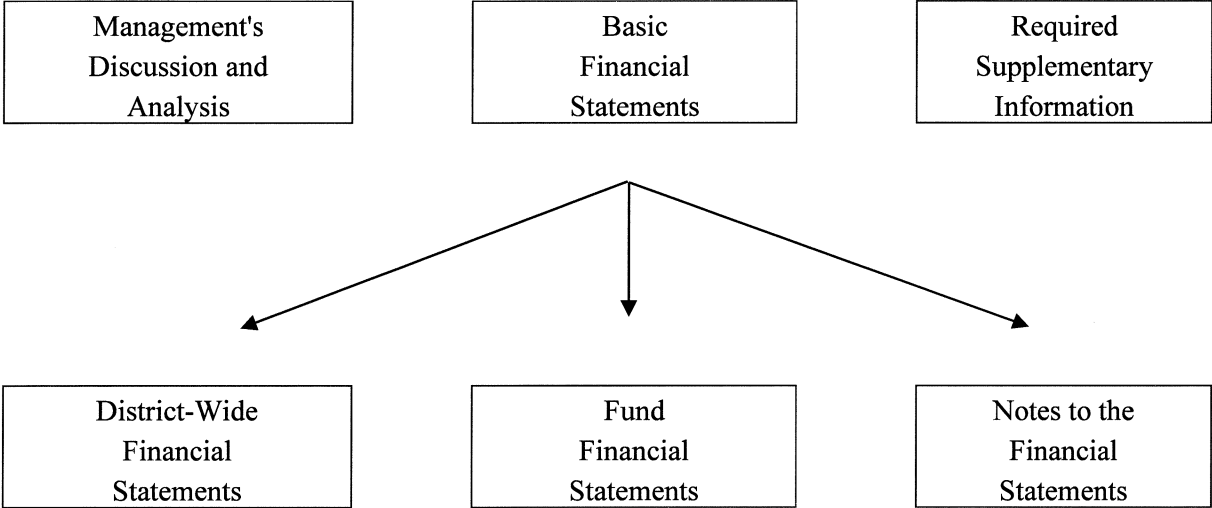


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services, summer arts program and innovation summer institute	Instances in which the District administers resources on behalf of someone else, such as scholarship programs and student activities
Required Financial Statements	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenue, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the fiscal year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of Inflow/Outflow Information	All revenue and expenses during the fiscal year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the fiscal year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the fiscal year, regardless of when cash is received or paid	All additions and deductions during the fiscal year, regardless of when cash is received or paid

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

District-wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred inflows and outflows, and liabilities. All of the current fiscal year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how it has changed. Net position – the difference between the District's assets, deferred inflows and outflows, and liabilities – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food service, summer arts and innovation summer institute programs are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenue (such as federal grants).

The District has three kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at fiscal year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Fund Financial Statements

- *Fiduciary funds:* The District is the trustee, or *fiduciary*, for assets that belong to others, such as scholarship funds and the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the District-wide financial statements because it cannot use these assets to finance its operations.

Notes to the basic financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The Statement of Net Position provides one perspective of the District as a whole. Figure A-3 provides a summary of the District's net position as of June 30, 2017 and 2016. The District's *combined* net position was \$62,094,851 on June 30, 2017, \$2,626,781 or 4.42% more than it was the fiscal year before. The net position of the governmental activities increased by \$2,053,026 and the net position of the business-type activities increased by \$573,755.

**Figure A-3
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change 2016/17
	2016/17	2015/16 (Restated)	2016/17	2015/16	2016/17	2015/16 (Restated)	
Assets:							
Current and Other Assets	\$ 23,727,674	\$ 17,683,848	\$ 400,790	\$ 494,659	\$ 24,128,464	\$ 18,178,507	32.73%
Capital Assets, Net	95,377,258	94,203,604	969,666	310,354	96,346,924	94,513,958	1.94%
Total Assets	119,104,932	111,887,452	1,370,456	805,013	120,475,388	112,692,465	6.91%
Deferred Outflows of Resources	9,681,115	4,860,516			9,681,115	4,860,516	99.18%
Liabilities:							
Other Liabilities	2,388,578	3,128,398	38,398	46,710	2,426,976	3,175,108	-23.56%
Long-Term Liabilities	64,510,997	53,406,226			64,510,997	53,406,226	20.79%
Total Liabilities	66,899,575	56,534,624	38,398	46,710	66,937,973	56,581,334	18.30%
Deferred Inflows of Resources	1,123,679	1,503,577			1,123,679	1,503,577	-25.27%
Net Position:							
Net Investment in Capital Assets	64,942,675	68,198,454	969,666	310,354	65,912,341	68,508,808	-3.79%
Restricted	17,068,920	13,829,780			17,068,920	13,829,780	23.42%
Unrestricted (Deficit)	(21,248,802)	(23,318,467)	362,392	447,949	(20,886,410)	(22,870,518)	8.68%
Total Net Position	\$ 60,762,793	\$ 58,709,767	\$ 1,332,058	\$ 758,303	\$ 62,094,851	\$ 59,468,070	4.42%

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Figure A-4 represents the *Changes in Net Position*. Net investment in capital assets decreased \$2,596,467 due to \$2,812,181 of depreciation expense, amortized deferred amount on refunding of \$71,430, and new capital leases of \$7,079,630, offset by \$4,645,147 in capital assets additions and the retirement of \$2,255,000 of serial bonds payable and \$466,627 of capital leases payable. Restricted net position increased \$3,239,140 as a result of a net increase in the capital reserve of \$3,769,980, offset by a net decrease in excess surplus of \$458,912 and a decrease in debt service of \$71,928. Unrestricted net position (deficit) increased \$1,984,108 due to increases in unassigned fund balance of \$349,640, fund balance designated for subsequent year's expenditures of \$377,544, and governmental fund total fund balance for capital projects of \$3,462,802, a decrease in governmental fund compensated absences of \$87,618, amortized bond issuance premiums of \$84,864, changes in pension assumptions of \$3,730,491, changes in proportion in pensions of \$9,984, the difference between expected and actual experience in pensions of \$7,859, and the net difference between projected and actual investment earnings on pension plan investments of \$1,516,066, offset by decreases in assigned fund balance for year-end encumbrances of \$593,529, and business-type activities unrestricted net position of \$85,557, an increase in accrued interest of \$44,106, changes in proportion in pensions of \$318 and the change in net pension liability of \$6,919,250.

Total revenue increased 8.06% to \$131,610,150 and total expenses increased 13.12% to \$128,983,369. It is important to note here that depreciation of the District's capital assets is computed into the expense total. The depreciation factored into the District's governmental and business-type net position for 2016/17 is \$2,754,268 and \$57,913, respectively.

**Figure A-4
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Percentage
	2016/17	2015/16	2016/17	2015/16	2016/17	2015/16	Change
Revenue:							
Program Revenue:							
Charges for Services	\$ 363,328	\$ 398,934	\$ 1,080,677	\$ 904,305	\$ 1,444,005	\$ 1,303,239	10.80%
Grants and Contributions:							
Operating	36,941,762	28,520,372	1,510,998	1,545,278	38,452,760	30,065,650	27.90%
Capital			277,850		277,850		100.00%
General Revenue:							
Property Taxes	73,641,255	72,842,824			73,641,255	72,842,824	1.10%
Unrestricted State/ Federal Aid	17,212,839	17,059,883			17,212,839	17,059,883	0.90%
Other	580,216	526,229	1,225		581,441	526,229	10.49%
Total Revenue	128,739,400	119,348,242	2,870,750	2,449,583	131,610,150	121,797,825	8.06%
Expenses:							
Instruction	71,721,228	62,349,029			71,721,228	62,349,029	15.03%
Pupil and Instruction Services	19,513,548	18,561,409			19,513,548	18,561,409	5.13%
Administration and Business	14,200,565	12,662,571			14,200,565	12,662,571	12.15%
Maintenance and Operations	12,330,146	10,083,293			12,330,146	10,083,293	22.28%
Transportation	5,221,021	4,623,420			5,221,021	4,623,420	12.93%
Other	3,699,866	3,385,372	2,296,995	2,361,432	5,996,861	5,746,804	4.35%
Total Expenses	126,686,374	111,665,094	2,296,995	2,361,432	128,983,369	114,026,526	13.12%
Increase/(Decrease) in Net Position	\$ 2,053,026	\$ 7,683,148	\$ 573,755	\$ 88,151	\$ 2,626,781	\$ 7,771,299	-66.20%

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Revenue Sources. The District's total revenue for the 2016/17 school year was \$131,610,150 (See Figure A-5). Property taxes and state formula aid accounted for most of the District's revenue, \$94,659,959 of the total, or 71.92 percent. Another 26.45 percent came from state and federal aid for specific programs and the remainder from charges for services and miscellaneous sources.

**Figure A-5
Sources of Revenue for Fiscal Year 2017**

Sources of Income:	<u>Amount</u>	<u>Percentage</u>
State Formula Aid	\$ 21,018,704	15.97%
Property Taxes	73,641,255	55.95%
Federal and State Categorical Grants	34,804,752	26.45%
Charges for Services	1,444,005	1.10%
Other	701,434	0.53%
	<u>\$ 131,610,150</u>	<u>100.00%</u>

The total cost of all programs and services was \$128,983,369. The District's expenses are predominantly related to instructing, caring for pupil and instruction services and transporting students (74.78 percent) (See Figure A-6). The District's administrative and business activities accounted for 11.01 percent of total costs.

**Figure A-6
Expenses for Fiscal Year 2017**

Expense Category:	<u>Amount</u>	<u>Percentage</u>
Instruction	\$ 71,721,228	55.60%
Pupil and Instruction Services	19,513,548	15.13%
Administration and Business	14,200,565	11.01%
Maintenance and Operations	12,330,146	9.56%
Transportation	5,221,021	4.05%
Other	5,996,861	4.65%
	<u>\$ 128,983,369</u>	<u>100.00%</u>

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Governmental Activities

As discussed elsewhere in this commentary, the district-wide financial position of the District improved from the prior fiscal year. However, maintaining existing programs with current regular pupil enrollment and the provision of a multitude of special programs and services for disabled pupils place great demands on the District's resources.

Careful management of expenses remains essential for the District to sustain its financial health.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.

Figure A-7 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

**Figure A-7
Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2016/2017	2015/2016	2016/2017	2015/2016
Instruction	\$ 71,721,228	\$ 62,349,029	\$ 46,308,716	\$ 42,469,975
Pupil and Instruction Services	19,513,548	18,561,409	14,189,009	14,380,922
Administration and Business	14,200,565	12,662,571	10,757,970	10,212,721
Maintenance and Operations	12,330,146	10,083,293	10,569,738	8,770,485
Transportation	5,221,021	4,623,420	4,040,313	3,718,549
Other	3,699,866	3,385,372	3,515,538	3,193,136
	<u>\$ 126,686,374</u>	<u>\$ 111,665,094</u>	<u>\$ 89,381,284</u>	<u>\$ 82,745,788</u>

- The cost of all governmental activities this fiscal year was \$126.686 million.
- The federal and state governments subsidized certain programs with operating grants and contributions (\$36.94 million).
- Most of the District's costs, however, were financed by District taxpayers (\$73.641 million).
- A portion of governmental activities was financed with unrestricted state and federal grants and contributions (\$17.213 million).
- The remainder of funding came from charges for services and miscellaneous revenues (\$.944 million).

Business-Type Activities

Net position from the District's business-type activity increased by \$573,755, primarily because of an increase in charges for services and a capital contribution from the General Fund. (Refer to Figure A-4).

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Financial Analysis of the District's Funds

Although the financial position of the District improved, difficult economic times have had a direct impact upon the District's revenue sources and planned expenditures. Ratables in the municipality remain more or less stable, thus generating concern for the local tax levy in the future. With the planned renewal of the center of town and the rejuvenation of the "south end" of town it is anticipated there will be a reverse in the trend of reduced ratables.

To maintain a stable financial position, the District must continue to practice sound fiscal management and carefully monitor expenditures.

General Fund Budgetary Highlights

Over the course of the fiscal year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- The preparation of the 2016/2017 budget was difficult as a result of rising costs for the District. This resulted in the need for line item transfers during the fiscal year.

Capital Asset and Long-Term Liabilities Administration

**Figure A-8
Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change
	2016/17	2015/16	2016/17	2015/16	2016/17	2015/16	
Sites (Land)	\$ 15,902,555	\$ 15,902,555			\$ 15,902,555	\$ 15,902,555	0.00%
Construction in Progress	2,111,967				2,111,967		100.00%
Buildings and Building Improvements	69,540,835	70,664,105	\$ 464,144		70,004,979	70,664,105	-0.93%
Land Improvements	3,776,346	3,898,728			3,776,346	3,898,728	-3.14%
Machinery and Equipment	4,045,555	3,738,216	505,522	\$ 310,354	4,551,077	4,048,570	12.41%
Total Capital Assets, Net of Depreciation	<u>\$ 95,377,258</u>	<u>\$ 94,203,604</u>	<u>\$ 969,666</u>	<u>\$ 310,354</u>	<u>\$ 96,346,924</u>	<u>\$ 94,513,958</u>	1.94%

The District's capital assets (net of depreciation) increased \$1,832,966, or 1.94%, during the fiscal year. (More detailed information about the District's capital assets is presented in Note 7 to the Basic Financial Statements). During the 2016/2017 school year, District additions totaled \$4,645,147 which were offset by \$2,812,181 in depreciation.

**Bloomfield Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
(Unaudited)**

Long-Term Liabilities

The District's long-term liabilities increased by \$11,104,771, or 20.79%, during the fiscal year. At fiscal year-end, the District had \$23,990,000 of general obligation bonds outstanding, \$30,011,120 in net pension liability, \$1,018,368 in unamortized bond issuance premiums, \$7,301,743 in capital leases payable and \$2,189,766 in compensated absences payable. (More detailed information about the District's long-term liabilities is presented in Note 8 to the Basic Financial Statements).

**Figure A-9
Outstanding Long-Term Liabilities**

	Total School District		Total
	2016/17	2015/16 (Restated)	Percentage Change 2016/17
General Obligation Bonds, Net (Financed with Property Taxes)	\$ 23,990,000	\$ 26,245,000	-8.59%
Net Pension Liability	30,011,120	23,091,870	29.96%
Other Long-Term Liabilities	10,509,877	4,069,356	158.27%
	<u>\$ 64,510,997</u>	<u>\$ 53,406,226</u>	<u>20.79%</u>

- Principal payments of \$2,255,000 on the District's general obligation bonds were made during the fiscal year.
- The District's net pension liability increased by the net amount of \$6,919,250.
- Unamortized bond issuance premiums decreased by \$84,864.
- Compensated absences payable decreased by the net amount of \$87,618.
- During the fiscal year ended June 30, 2017, the District paid down \$466,627 of capital leases payable and issued capital leases of \$729,630 for technology equipment and \$6,350,000 for an energy savings improvement program ("ESIP").
- The District's other long-term liabilities as of June 30, 2017 are comprised of unamortized bond issuance premiums, compensated absences payable and capital leases payable.

For the Future

The Bloomfield Township School District is proud of its community support and student involvement in the public schools. Major concerns are the increased reliance on local property taxes, potential reductions in State aid and a 2% annual tax revenue cap increase.

Contacting the District's Financial Management

This financial report is designed to provide the District's 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 Bloomfield Township School District Board of Education, 155 Broad Street, Bloomfield, New Jersey 07003. Please visit our website at <http://www.bloomfield.k12.nj.us>.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2017

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 9,262,985	\$ 275,091	\$ 9,538,076
Interfund Receivable		995	995
Receivables from State Government	995,182	4,467	999,649
Receivables from Federal Government	459,380	85,334	544,714
Other Receivables	203,627		203,627
Inventory		34,903	34,903
Restricted Assets - Cash and Cash Equivalents:			
Capital Reserve Account	12,806,500		12,806,500
Capital Assets, Net:			
Sites (Land) and Construction in Progress	18,014,522		18,014,522
Depreciable Buildings and Building Improvements, Land Improvements and Machinery and Equipment	77,362,736	969,666	78,332,402
Total Assets	<u>119,104,932</u>	<u>1,370,456</u>	<u>120,475,388</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	857,160		857,160
Changes in Assumptions - Pensions	6,201,296		6,201,296
Changes in Proportion - Pensions	1,094		1,094
Difference Between Expected and Actual Experience - Pensions	556,733		556,733
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	1,148,286		1,148,286
District Contribution Subsequent to the Measurement Date - Pensions	916,546		916,546
Total Deferred Outflows of Resources	<u>9,681,115</u>		<u>9,681,115</u>
LIABILITIES			
Current Liabilities:			
Payable to State Government	105,313		105,313
Payable to Federal Government	9,203		9,203
Accounts Payable	1,672,010	2,103	1,674,113
Accrued Interest Payable	416,838		416,838
Unearned Revenue	185,214	36,295	221,509
Noncurrent Liabilities:			
Due Within One Year	3,299,103		3,299,103
Due Beyond One Year	61,211,894		61,211,894
Total Liabilities	<u>66,899,575</u>	<u>38,398</u>	<u>66,937,973</u>
DEFERRED INFLOWS OF RESOURCES			
Changes in Proportion - Pensions	1,123,679		1,123,679
Total Deferred Inflows of Resources	<u>1,123,679</u>		<u>1,123,679</u>
NET POSITION			
Net Investment in Capital Assets	64,942,675	969,666	65,912,341
Restricted for:			
Capital Projects	12,806,500		12,806,500
Debt Service	2,979		2,979
Excess Surplus	4,259,441		4,259,441
Unrestricted (Deficit)	(21,248,802)	362,392	(20,886,410)
Total Net Position	<u>\$ 60,762,793</u>	<u>\$ 1,332,058</u>	<u>\$ 62,094,851</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 49,536,699	\$ 363,328	\$ 13,499,796		\$ (35,673,575)		\$ (35,673,575)
Special Education	18,793,871		10,685,331		(8,108,540)		(8,108,540)
Other Special Instruction	1,467,076		419,467		(1,047,609)		(1,047,609)
Other Instruction	1,923,582		444,590		(1,478,992)		(1,478,992)
Support Services:							
Tuition	4,114,054		1,514,064		(2,599,990)		(2,599,990)
Student & Instruction Related Services	15,399,494		3,810,475		(11,589,019)		(11,589,019)
General Administrative Services	1,980,803		246,685		(1,734,118)		(1,734,118)
School Administrative Services	8,538,311		2,454,957		(6,083,354)		(6,083,354)
Central Services	1,718,899		442,306		(1,276,593)		(1,276,593)
Administrative Information Technology	1,962,552		298,647		(1,663,905)		(1,663,905)
Plant Operations and Maintenance	12,330,146		1,760,408		(10,569,738)		(10,569,738)
Pupil Transportation	5,221,021		1,180,708		(4,040,313)		(4,040,313)
Transfer of Funds to Charter Schools	256,634				(256,634)		(256,634)
Interest on Long-Term Debt	1,142,895		184,328		(958,567)		(958,567)
Unallocated Depreciation	2,300,337				(2,300,337)		(2,300,337)
Total Governmental Activities	126,686,374	363,328	36,941,762		(89,381,284)		(89,381,284)

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Functions/Programs	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Business-Type Activities:							
Food Service	\$ 2,260,004	\$ 1,044,242	\$ 1,510,998	\$ 277,850	\$	\$ 573,086	\$ 573,086
Summer Arts Program	30,915	30,915					
Innovation Summer Institute	6,076	5,520				(556)	(556)
Total Business-Type Activities	2,296,995	1,080,677	1,510,998	277,850		572,530	572,530
Total Primary Government	\$ 128,983,369	\$ 1,444,005	\$ 38,452,760	\$ 277,850	\$ (89,381,284)	\$ 572,530	\$ (88,808,754)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net					70,538,661		70,538,661
Taxes Levied for Debt Service					3,102,594		3,102,594
Federal and State Aid not Restricted					17,212,839		17,212,839
Investment Earnings						1,225	1,225
Miscellaneous Income					580,216		580,216
Total General Revenues					91,434,310	1,225	91,435,535
Change in Net Position					2,053,026	573,755	2,626,781
Net Position - Beginning (Restated)					58,709,767	758,303	59,468,070
Net Position - Ending					\$ 60,762,793	\$ 1,332,058	\$ 62,094,851

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FUND FINANCIAL STATEMENTS

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 4,974,883	\$ 3,623	\$ 4,281,500	\$ 2,979	\$ 9,262,985
Interfund Receivable	1,430				1,430
Receivables from State Government	995,182				995,182
Receivables from Federal Government		459,380			459,380
Other Receivables	108,792	94,835			203,627
Restricted Cash and Cash Equivalents	12,806,500				12,806,500
Total Assets	<u>\$ 18,886,787</u>	<u>\$ 557,838</u>	<u>\$ 4,281,500</u>	<u>\$ 2,979</u>	<u>\$ 23,729,104</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Payable			\$ 1,430		\$ 1,430
Payable to State Government		\$ 105,313			105,313
Payable to Federal Government		9,203			9,203
Accounts Payable	\$ 497,356	258,108			755,464
Unearned Revenue		185,214			185,214
Total Liabilities	<u>497,356</u>	<u>557,838</u>	<u>1,430</u>		<u>1,056,624</u>
Fund Balances:					
Restricted:					
Capital Reserve Account	12,806,500				12,806,500
Excess Surplus - Designated for Subsequent Year's Expenditures	2,510,443				2,510,443
Excess Surplus	1,748,998				1,748,998
Debt Service Fund				\$ 2,979	2,979
Committed			4,280,070		4,280,070
Assigned:					
Year-End Encumbrances	314,732				314,732
Designated for Subsequent Year's Expenditures	377,544				377,544
Unassigned	631,214				631,214
Total Fund Balances	<u>18,389,431</u>		<u>4,280,070</u>	<u>2,979</u>	<u>22,672,480</u>
Total Liabilities and Fund Balances	<u>\$ 18,886,787</u>	<u>\$ 557,838</u>	<u>\$ 4,281,500</u>	<u>\$ 2,979</u>	<u>\$ 23,729,104</u>

Amounts reported for *Governmental Activities* in the Statement of Net Position (A-1) are different because:

Total Fund Balances (Above)	\$ 22,672,480
Capital Assets Used in Governmental Activities are not Financial Resources and therefore are not reported in the Funds. The cost of the assets is \$130,850,354 and the accumulated depreciation is \$35,473,096.	95,377,258
The Deferred Amount on Refunding is not reported as an expenditure in the Governmental Funds in the year of the refunding. The Deferred Amount on Refunding is \$1,285,738 and the accumulated amortization is \$428,578.	857,160
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(30,011,120)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds:	
Changes in Assumptions - Pensions	6,201,296
Changes in Proportion - Pensions	1,094
Difference Between Expected and Actual Experience - Pensions	556,733
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	1,148,286
Changes in Proportion - Pensions	(1,123,679)
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.	(33,481,509)
Interest on Long-Term Debt is not accrued in the Governmental Funds, but rather is recognized as an expenditure when due.	(416,838)
Bond Premiums are reported as revenue in the Funds. These premiums total \$1,527,559 and the accumulated amortization is \$509,191.	<u>(1,018,368)</u>
Net Position of Governmental Activities	<u>\$ 60,762,793</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$ 70,538,661			\$ 3,102,594	\$ 73,641,255
Tuition	363,328				363,328
Miscellaneous Revenues	578,786	\$ 119,993	\$ 1,430		700,209
Total - Local Sources	71,480,775	119,993	1,430	3,102,594	74,704,792
State Sources	32,749,863	103,533		184,328	33,037,724
Federal Sources	155,723	2,767,299			2,923,022
Total Revenues	104,386,361	2,990,825	1,430	3,286,922	110,665,538
EXPENDITURES					
Current:					
Regular Instruction	28,319,204	143,228			28,462,432
Special Education Instruction	9,858,183	1,054,841			10,913,024
Other Special Instruction	822,283				822,283
Other Instruction	1,240,170				1,240,170
Support Services and Undistributed Costs:					
Tuition	2,599,990	1,514,064			4,114,054
Student & Instruction Related Services	9,678,398	278,692			9,957,090
General Administrative Services	1,533,410				1,533,410
School Administrative Services	4,876,097				4,876,097
Central Services	1,033,023				1,033,023
Administration Information Technology	1,457,047				1,457,047
Plant Operations and Maintenance	9,359,276				9,359,276
Pupil Transportation	3,786,865				3,786,865
Unallocated Benefits	24,787,108				24,787,108
Debt Service:					
Principal				2,255,000	2,255,000
Interest and Other Charges				1,103,850	1,103,850
Capital Outlay	1,834,990		3,117,218		4,952,208
Transfer of Funds to Charter Schools	256,634				256,634
Total Expenditures	101,442,678	2,990,825	3,117,218	3,358,850	110,909,571
Excess/(Deficiency) of Revenues					
Over/(Under) Expenditures	2,943,683		(3,115,788)	(71,928)	(244,033)
OTHER FINANCING SOURCES/(USES)					
Capital Leases (non-budgeted)	729,630				729,630
Capital Lease Proceeds			6,350,000		6,350,000
Transfers In	57,830		286,420		344,250
Transfers Out	(286,420)		(57,830)		(344,250)
Total Other Financing Sources/(Uses)	501,040		6,578,590		7,079,630
Net Change in Fund Balances	3,444,723		3,462,802	(71,928)	6,835,597
Fund Balance - July 1	14,944,708		817,268	74,907	15,836,883
Fund Balance - June 30	\$ 18,389,431	\$ -0-	\$ 4,280,070	\$ 2,979	\$ 22,672,480

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP 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, 2017

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ 6,835,597

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 depreciation differs from capital outlay in the period.

Depreciation expense	\$ (2,754,268)
Capital outlays	<u>3,927,922</u>
	1,173,654

Capital leases entered into by the District are an other financing source in the governmental funds, but the acquisition increases long-term liabilities in the statement of net position and is not reported in the statement of activities.

Repayment of capital leases 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.

Repayment of debt service 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.

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Change in Net Pension Liability	(6,919,250)
Changes in Assumptions	3,730,491
Changes in Proportion	(318)
Difference Between Expected and Actual Experience	7,859
Changes in Proportion	9,984
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	1,516,066

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 a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

The governmental funds report the effect of bond issuance premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (+)

The governmental funds report the effect of the deferred amount on refunding when debt is first issued, whereas this amount is deferred and amortized in the statement of activities (-)

Change in Net Position of Governmental Activities (A-2)

	(71,430)
	<u>\$ 2,053,026</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

	Business-Type Activities		
	Enterprise Funds		
	Food Service Major Fund	Total Non-Major Funds	Total All Funds
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 269,830	\$ 5,261	\$ 275,091
Accounts Receivable:			
Interfund - Student Activities Agency Fund		995	995
Other Governments:			
Federal	85,334		85,334
State	4,467		4,467
Inventories	34,903		34,903
Total Current Assets	394,534	6,256	400,790
Non-Current Assets:			
Capital Assets	1,123,100		1,123,100
Less: Accumulated Depreciation	(153,434)		(153,434)
Total Non-Current Assets	969,666		969,666
Total Assets	1,364,200	6,256	1,370,456
LIABILITIES:			
Current Liabilities:			
Accounts Payable	1,108	995	2,103
Unearned Revenue	36,295		36,295
Total Current Liabilities	37,403	995	38,398
Total Liabilities	37,403	995	38,398
NET POSITION:			
Investment in Capital Assets	969,666		969,666
Unrestricted	357,131	5,261	362,392
Total Net Position	\$ 1,326,797	\$ 5,261	\$ 1,332,058

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Business-Type Activities		
	Enterprise Funds		
	Food Service Major Fund	Total Non-Major Funds	Total All Funds
Operating Revenue:			
Charges for Services:			
Daily Sales:			
Reimbursable Programs	\$ 627,497		\$ 627,497
Non-Reimbursable Programs	413,307		413,307
Daily Sales Total	1,040,804		1,040,804
Special Events	3,438		3,438
Program Fees		\$ 36,435	36,435
Total Operating Revenue	1,044,242	36,435	1,080,677
Operating Expenses:			
Cost of Sales:			
Reimbursable Programs	1,077,005		1,077,005
Non-Reimbursable Programs	89,034		89,034
Cost of Sales Total	1,166,039		1,166,039
Salaries	663,747	36,196	699,943
Payroll Taxes	89,370		89,370
Employee Benefits	90,578		90,578
Management Fee	60,000		60,000
Supplies and Materials	132,357	795	133,152
Depreciation Expense	57,913		57,913
Total Operating Expenses	2,260,004	36,991	2,296,995
Operating Loss	(1,215,762)	(556)	(1,216,318)
Non-Operating Revenue:			
Federal Sources:			
School Breakfast Program	131,931		131,931
National School Lunch Program	1,201,221		1,201,221
Food Distribution Program	147,689		147,689
State Sources:			
School Lunch Program	27,383		27,383
School Lunch Program - Supplemental	2,774		2,774
Local Sources - Interest Revenue	1,225		1,225
Total Non-Operating Revenue	1,512,223		1,512,223
Change in Net Position Before Capital Contribution	296,461	(556)	295,905
Capital Contribution	277,850		277,850
Change in Net Position After Capital Contribution	574,311	(556)	573,755
Net Position - Beginning of Year	752,486	5,817	758,303
Net Position - End of Year	\$ 1,326,797	\$ 5,261	\$ 1,332,058

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Business-Type Activities		
	Enterprise Funds		
	Food Service Major Fund	Total Non-Major Funds	Total All Funds
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 1,042,585	\$ 36,435	\$ 1,079,020
Payments to Employees		(36,196)	(36,196)
Payments to Food Service Vendor	(1,994,000)		(1,994,000)
Payments to Suppliers	(65,587)	(1,482)	(67,069)
Net Cash Used for Operating Activities	<u>(1,017,002)</u>	<u>(1,243)</u>	<u>(1,018,245)</u>
Cash Flows from Capital Financing Activities:			
Acquisition of Capital Assets	(439,375)		(439,375)
Net Cash Used for Capital Financing Activities	<u>(439,375)</u>		<u>(439,375)</u>
Cash Flows from Noncapital Financing Activities:			
Federal Sources	1,342,711		1,342,711
State Sources	29,591		29,591
Net Cash Provided by Noncapital Financing Activities	<u>1,372,302</u>		<u>1,372,302</u>
Cash Flows from Investing Activities:			
Interest Revenue	1,225		1,225
Net Cash Provided by Investing Activities	<u>1,225</u>		<u>1,225</u>
Net Decrease in Cash and Cash Equivalents	(82,850)	(1,243)	(84,093)
Cash and Cash Equivalents, July 1	352,680	6,504	359,184
Cash and Cash Equivalents, June 30	<u>\$ 269,830</u>	<u>\$ 5,261</u>	<u>\$ 275,091</u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:			
Operating Loss	\$ (1,215,762)	\$ (556)	\$ (1,216,318)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:			
Depreciation	57,913		57,913
Federal Food Distribution Program	147,689		147,689
Changes in Assets and Liabilities:			
(Increase) in Interfund Receivable		(450)	(450)
Decrease in Inventory	1,233		1,233
(Decrease) in Accounts Payable	(5,460)	(237)	(5,697)
(Decrease) in Payable to State Government	(958)		(958)
(Decrease) in Unearned Revenue	(1,657)		(1,657)
Net Cash Used for Operating Activities	<u>\$ (1,017,002)</u>	<u>\$ (1,243)</u>	<u>\$ (1,018,245)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received and utilized commodities from the Federal Food Distribution Program valued at \$169,017 and \$147,689, respectively, for the fiscal year ended June 30, 2017.

Non-Cash Capital and Related Financing Activities:

The General Fund made a capital contribution of \$277,850 of capital assets to the Food Service Fund.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
JUNE 30, 2017

	<u>Agency</u>	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
ASSETS:			
Cash and Cash Equivalents	\$ 1,431,358	\$ 784,831	\$ 78,281
Interfund Receivable		29,345	
Total Assets	<u>1,431,358</u>	<u>814,176</u>	<u>78,281</u>
LIABILITIES:			
Interfund Payable	29,345		995
Payroll Deductions and Withholdings	1,041,654		
Due to Student Groups	360,359		
Total Liabilities	<u>1,431,358</u>	<u>-0-</u>	<u>995</u>
NET POSITION:			
Held in Trust for:			
Unemployment Claims		814,176	
Scholarships			77,286
Total Net Position	<u>\$ -0-</u>	<u>\$ 814,176</u>	<u>\$ 77,286</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
ADDITIONS:		
Contributions:		
Plan Member	\$ 93,253	
Donations		\$ 5,441
Total Contributions	<u>93,253</u>	<u>5,441</u>
Investment Earnings:		
Interest		236
Net Investment Earnings		<u>236</u>
Total Additions	<u>93,253</u>	<u>5,677</u>
DEDUCTIONS:		
Quarterly Contribution Reports and Unemployment Claims	84,218	
Scholarships Awarded		14,812
Total Deductions	<u>84,218</u>	<u>14,812</u>
Change in Net Position	9,035	(9,135)
Net Position - Beginning of the Year	<u>805,141</u>	<u>86,421</u>
Net Position - End of the Year	<u>\$ 814,176</u>	<u>\$ 77,286</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall District in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses in the program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - *governmental, proprietary and fiduciary* - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, District taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expenses by Board resolution.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

B. Basis of Presentation: (Cont'd)

The District reports the following governmental funds: (Cont'd)

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 expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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.

The District reports the following proprietary funds:

Enterprise Funds: The Enterprise Funds account for all revenue and expenses pertaining to the Board's cafeteria, Innovation Summer Institute and Summer Arts Program operations. The food service, Innovation Summer Institute and Summer Arts Program are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others and include the Student Activities Fund, Payroll Agency Fund, Unemployment Insurance Trust Fund (SUI), and the Private Purpose Scholarship Trust.

C. Measurement Focus and Basis of Accounting

The District-wide financial statements and the proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

C. Measurement Focus and Basis of Accounting (Cont'd)

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2017 was submitted to the County office and was approved by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the fiscal year).

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

D. Budgets/Budgetary Control: (Cont'd)

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Additionally, the special revenue budgetary revenue differs from the GAAP revenue due to a difference in the recognition of the last two state aid payments for the current fiscal year. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the June state aid payments for the current fiscal year. Since the State is recording the June state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA grants. Grants are recognized in full on the budgetary basis in the year the grants are awarded, but are not recognized on the GAAP basis until they are expended and submitted for reimbursement.

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 104,425,619	\$ 3,041,636
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and revenue, whereas the GAAP basis does not.		
Current Year Encumbrances		(51,281)
Prior Year Encumbrances		18,966
Cancellation of Prior Year Encumbrances		(18,496)
Prior Year State aid payments recognized for GAAP statements, not recognized for budgetary purposes	1,977,061	
Current Year State aid payments recognized for budgetary purposes, not recognized for GAAP statements	(2,016,319)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 104,386,361	\$ 2,990,825

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

D. Budgets/Budgetary Control: (Cont'd)

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 101,442,678	\$ 3,041,636
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		(51,281)
Prior Year Encumbrances		18,966
Cancellation of Prior Year Encumbrances		<u>(18,496)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 101,442,678</u>	<u>\$ 2,990,825</u>
	<u>Capital Projects Fund</u>	
	<u>Fund</u>	
	<u>Balance</u>	
Summary Schedule of Revenue, Expenditures and Changes in Fund Balance (Budgetary Basis) (per Exhibit F-1)	\$ 4,314,814	
Reconciliation to Governmental Funds Statement (GAAP):		
SDA Grants are Recognized as Revenue on the Budgetary Basis when awarded but are not Recongized on the GAAP Basis until Expended and Submitted for Reimbursement.		<u>(34,744)</u>
Statement of Revenue, Expenditures and Changes in Fund Balances - Governmental Funds (GAAP Basis) (per Exhibit B-2)	<u>\$ 4,280,070</u>	

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Continued)

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

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

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 depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Government Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. 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 the enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

H. Encumbrances:

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenue 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.

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

Inventories, which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise and general funds represent payments made to vendors for services that will benefit periods beyond June 30, 2017.

K. Capital Assets:

During the fiscal year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

K. Capital Assets: (Cont'd)

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	20 to 50 years
Land Improvements	20 years
Machinery and Equipment	5 to 15 years
Vehicles	8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

L. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond issuance premiums and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

M. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year; therefore, there are no accrued salaries and wages as of June 30, 2017.

N. Compensated Absences:

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

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

In the District-wide *Statement of Net Position*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due beyond one year.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Continued)

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

O. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

P. Fund Balance Appropriated:

General Fund: Of the \$18,389,431 General Fund balance at June 30, 2017, \$12,806,500 is restricted in the capital reserve account; \$4,259,441 is restricted for excess surplus in accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2004, C.73 (S1701) (\$2,510,443 is prior year excess surplus which is included as anticipated budget revenue for the fiscal year ending June 30, 2018 and \$1,748,998 is current year excess surplus which will be appropriated and included as anticipated revenue for the fiscal year ending June 30, 2019); \$377,544 is assigned fund balance designated for subsequent year's expenditures; \$314,732 is assigned for encumbrances; and \$631,214 is unassigned which is \$2,016,319 less on the GAAP basis than the calculated maximum unassigned fund balance (budgetary basis) due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2018.

Capital Projects Fund: The \$4,280,070 Capital Projects Fund balance at June 30, 2017 is committed, which is \$34,744 less on the GAAP basis due to SDA grants receivable which is not recognized on the GAAP basis of accounting until expended and submitted for reimbursement.

Debt Service Fund: The Debt Service Fund balance at June 30, 2017 of \$2,979 is restricted.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended, the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to 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 fiscal year's budget. The District has excess surplus at June 30, 2017 as outlined above.

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$2,016,319 as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

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

Q. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, a capital reserve and the debt service fund.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources in the Capital Projects Fund at June 30, 2017.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for fiscal year-end encumbrances and for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2017.

R. Deficit Net Position:

The District has a \$21,248,802 deficit in unrestricted net position in governmental activities as of June 30, 2017 primarily due to the accrual of \$2,189,766 in compensated absences payable and net pension liability of \$30,011,120. This deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Continued)

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

S. Net Position:

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2017 for the deferred amount on refunding of debt related to the District's 2011 refunding bonds, and, with regard to pensions, changes in assumptions, changes in proportion, the difference between expected and actual experience, the net difference between projected and actual investment earnings on pension plan investments, and the District contribution subsequent to measurement date.

A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred inflows of resources at June 30, 2017, with regard to pensions, for changes in proportion.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

T. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Continued)

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

T. Revenue - Exchange and Nonexchange Transactions: (Cont'd)

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes, interest and tuition.

U. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activities of the Enterprise Funds. For the School District, these revenues are sales for food service and fees for the innovation summer institute and summer arts program. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Funds.

V. Management Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of revenue and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

W. 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 State of New Jersey Public Employees' Retirement System (PERS), the State of New Jersey Teachers' Pension and Annuity Fund (TPAF) and the Board of Education Employees' Pension Fund of Essex County (the Plan) and additions to/deductions from the PERS's, the TPAF's and the Plan's net position have been determined on the same basis as they are reported by the PERS, the TPAF and the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension Plan investments are reported at fair value.

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and District-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the Board in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Board ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Board limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

Custodial Credit Risk – The District does not have a formal policy with respect to custodial credit risk. However, the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5% of the average daily balance of public funds on deposit, and

In addition to the above collateral requirement, if public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Investments:

New Jersey statutes permit the District to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units;
- (5) Local government investment pools;
- (6) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (7) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) above;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of June 30, 2017, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents		
		Restricted	
		Capital Reserve	
		Account	Total
Checking Accounts	\$ 11,832,546	\$ 12,806,500	\$ 24,639,046

During the period ended June 30, 2017, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2017 was \$24,639,046 and the bank balance was \$27,349,707.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Board on September 26, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at fiscal year-end of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2016 to June 30, 2017 fiscal year is as follows:

Beginning Balance, July 1, 2016	\$ 9,036,520
Increase Approved by Board Resolution June 27, 2017	4,000,000
Withdrawals Approved by Board Resolution :	
Capital Projects Fund	(286,420)
Unexpended Balances Returned - Capital Projects Fund	56,400
Ending Balance, June 30, 2017	\$ 12,806,500

The balance in the capital reserve account at June 30, 2017 does not exceed the balance of local support costs of uncompleted capital projects in the District’s Long Range Facilities Plan (“LRFP”). Withdrawals from the capital reserve were for use in DOE approved facilities projects, consistent with the District’s LRFP.

NOTE 5. RECEIVABLES FROM OTHER GOVERNMENTS

The following receivables due from other governments existed as of June 30, 2017:

	Governmental Activities		Business-Type Activities
	General Fund	Special Revenue Fund	Total Governmental Funds
Federal		\$ 459,380	\$ 85,334
State	\$ 995,182		4,467
	\$ 995,182	\$ 459,380	\$ 1,454,562

NOTE 6: TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2017, the District transferred \$63,876 to the capital outlay accounts for equipment for which County Superintendent approval was not required.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2017 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 15,902,555			\$ 15,902,555
Construction in Progress		\$ 3,117,218	\$ (1,005,251)	2,111,967
Total Capital Assets Not Being Depreciated	<u>15,902,555</u>	<u>3,117,218</u>	<u>(1,005,251)</u>	<u>18,014,522</u>
Capital Assets Being Depreciated:				
Buildings and Building Improvements	98,103,755		800,020	98,903,775
Land Improvements	6,552,283		205,231	6,757,514
Machinery and Equipment	6,363,839	810,704		7,174,543
Total Capital Assets Being Depreciated	<u>111,019,877</u>	<u>810,704</u>	<u>1,005,251</u>	<u>112,835,832</u>
Governmental Activities Capital Assets	<u>126,922,432</u>	<u>3,927,922</u>		<u>130,850,354</u>
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(27,439,650)	(1,923,290)		(29,362,940)
Land Improvements	(2,653,555)	(327,613)		(2,981,168)
Machinery and Equipment	(2,625,623)	(503,365)		(3,128,988)
	<u>(32,718,828)</u>	<u>(2,754,268)</u>		<u>(35,473,096)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 94,203,604</u>	<u>\$ 1,173,654</u>	<u>\$ -0-</u>	<u>\$ 95,377,258</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Buildings and Building Improvements		\$ 476,045		\$ 476,045
Machinery and Equipment	\$ 405,875	241,180		647,055
Total Capital Assets Being Depreciated	<u>405,875</u>	<u>717,225</u>		<u>1,123,100</u>
Less Accumulated Depreciation for:				
Buildings and Building Improvements		(11,901)		(11,901)
Machinery and Equipment	(95,521)	(46,012)		(141,533)
	<u>(95,521)</u>	<u>(57,913)</u>		<u>(153,434)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 310,354</u>	<u>\$ 659,312</u>	<u>\$ -0-</u>	<u>\$ 969,666</u>

The increases totaling \$4,645,147 represent current fiscal year capitalized expenditures in the general fund, capital projects fund and the food service enterprise fund. As of June 30, 2017, the District has \$4,238,033 in an uncompleted construction project and there were no encumbrances on this uncompleted project.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 7. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 255,504
General Administrative Services	68,195
Plant Operations and Maintenance	63,366
Pupil Transportation	66,866
Unallocated	<u>2,300,337</u>
	<u>\$ 2,754,268</u>

NOTE 8. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2017, the following changes occurred in liabilities reported in the District-wide financial statements:

	Balance 6/30/2016 (Restated)	Issued/ Added	Retired/ Matured	Balance 6/30/2017
Serial Bonds Payable	\$26,245,000		\$ 2,255,000	\$ 23,990,000
Unamortized Bond Issuance Premiums	1,103,232		84,864	1,018,368
Capital Leases Payable	688,740	\$ 7,079,630	466,627	7,301,743
Net Pension Liability	23,091,870	6,929,414	10,164	30,011,120
Compensated Absences Payable	<u>2,277,384</u>	<u>121,926</u>	<u>209,544</u>	<u>2,189,766</u>
	<u>\$ 53,406,226</u>	<u>\$ 14,130,970</u>	<u>\$ 3,026,199</u>	<u>\$ 64,510,997</u>

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated through the debt service fund.

The District had bonds outstanding as of June 30, 2017 as follows:

Purpose	Date of Issue	Final Maturity	Interest Rate	Amount
School Refunding Bonds	06/02/09	03/01/19	4.00%	\$ 1,265,000
School Refunding Bonds	09/02/11	09/01/28	3.00% - 5.00%	<u>22,725,000</u>
				<u>\$ 23,990,000</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

Principal and interest due on the District's serial bonds outstanding is as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
2018	\$ 2,275,000	\$ 1,012,900	\$ 3,287,900
2019	2,315,000	912,450	3,227,450
2020	1,760,000	818,550	2,578,550
2021	1,840,000	737,350	2,577,350
2022	1,940,000	642,850	2,582,850
Thereafter:			
2023-2027	9,965,000	1,813,475	11,778,475
2028-2029	3,895,000	155,300	4,050,300
	<u>\$23,990,000</u>	<u>\$ 6,092,875</u>	<u>\$ 30,082,875</u>

B. Bonds Authorized But Not Issued:

As of June 30, 2017, the Board had no bonds authorized but not issued.

C. Capital Leases Payable:

In fiscal year 2017, the District entered into a \$729,630 three year capital lease agreement for technology equipment and a \$6,350,000 fifteen year capital lease for an energy savings improvement program ("ESIP"). As of June 30, 2017, the District has three capital leases payable (two for technology equipment and one for the ESIP) that originally totaled \$7,745,860 of which \$444,117 has been liquidated. The two technology leases are for three years with the final payments occurring in fiscal years 2017-18 and 2019-20. The final payment on the fifteen year ESIP lease occurs in fiscal year 2031-32.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

C. Capital Leases Payable: (Cont'd)

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2017.

<u>Year</u>	<u>Amount</u>
2018	\$ 1,119,519
2019	810,805
2020	825,064
2021	583,661
2022	586,727
Thereafter:	
2023-2027	2,256,808
2028-2032	2,516,077
	<u>8,698,661</u>
Less: Amount representing interest	<u>(1,396,918)</u>
Present value of net minimum lease payments	<u>\$ 7,301,743</u>

The current portion of capital leases payable at June 30, 2017 is \$939,239 and the long-term portion is \$6,362,504. Capital leases payable will be liquidated by the General Fund.

D. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The entire amount of compensated absences payable at June 30, 2017 of \$2,189,766 is a long-term liability. There is no current portion of the payable.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2017, no liability existed for compensated absences in the Proprietary Funds.

E. Unamortized Bond Issuance Premiums:

The liability for unamortized bond issuance premiums of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of unamortized bond issuance premiums at June 30, 2017 is \$84,864 and the long-term portion is \$933,504.

F. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2017 is \$0- and the long-term portion is \$29,936,754. See Note 9 for further information on the PERS.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

F. Net Pension Liability: (Cont'd)

The Board of Education Employees' Pension Fund of Essex County's (the Plan) net pension liability of the governmental fund types are recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2017 is \$-0- and the long-term portion is \$74,366. See Note 9 for further information on the Plan.

NOTE 9. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP). A small number of the District's retirees participate in the Board of Education Employees' Pension Fund of Essex County (the "Plan").

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

Service retirement benefits of 1/55th 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 to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 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.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$897,973 for fiscal year 2017.

The employee contribution rate was 7.20% effective July 1, 2016. Subsequent increases after October 1, 2011 are being phased in over 7 years effective on each July 1st to bring the total pension contribution rate to 7.5% of base salary as of July 1, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the District reported a liability of \$29,936,754 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2016, the District's proportion was 0.1011%, which was a decrease of 0.0014% from its proportion measured as of June 30, 2015.

For the fiscal year ended June 30, 2017, the District recognized pension expense of \$2,567,888. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources on the following page.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Amortization Period	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions:			
2014	6.44 years	\$ 376,311	
2015	5.72 years	1,537,690	
2016	5.57 years	4,287,295	
Subtotal		6,201,296	
Changes in Proportion:			
2014	6.44 years	1,094	
2015	5.72 years		\$ 893,481
2016	5.57 years	1,094	230,198
Subtotal		1,094	1,123,679
Difference Between Expected and Actual Experience:			
2015	5.72 years	426,626	
2016	5.57 years	130,107	
Subtotal		556,733	
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments:			
2014	5 years	(563,907)	
2015	5 years	360,784	
2016	5 years	1,344,639	
Subtotal		1,141,516	
District Contribution Subsequent to the Measurement Date - 2016			
	1 year	905,387	
		\$ 8,806,026	\$ 1,123,679

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and District contribution subsequent to the measurement date) related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	Total
2017	\$ 1,778,511
2018	1,778,511
2019	2,060,465
2020	1,731,092
2021	550,966
	\$ 7,899,545

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	3.08%
Salary Increases:	
Through 2026	1.65 – 4.15% based on age
Thereafter	2.65 – 5.15% based on age
Investment Rate of Return	7.65%

Pre-retirement mortality rates were based on the RP-2000 Employee Pre-retirement Mortality Table for male and female active participants. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward one year for females).

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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 real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad U.S. Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex. U.S.	5.00%	-0.25%
REIT	5.25%	5.63%

Discount Rate

The discount rate used to measure the total pension liability was 3.98% as of June 30, 2016. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65% and a municipal bond rate of 2.85% as of June 30, 2016 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based upon the contribution rate in the most recent fiscal year. The local employers contributed 100% of their 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 2034. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2016 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2016		
	1% Decrease (2.98%)	Current Discount Rate (3.98%)	1% Increase (4.98%)
District's proportionate share of the Net Pension Liability	\$ 36,683,998	\$ 29,936,754	\$ 24,366,319

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrprts.shtml.

Benefits Provided

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 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2016, the State's pension contribution was less than the actuarially determined amount.

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. This note discloses the portion of the District's total proportionate share of the net pension liability that is associated with the District. During the fiscal year ended 2017, the State of New Jersey contributed \$2,814,471 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$20,888,333.

The employee contribution rate was 7.20% effective July 1, 2016. Subsequent increases after October 1, 2011 are being phased in over 7 years effective on each July 1st to bring the total pension contribution rate to 7.5% of base salary as of July 1, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the State's proportionate share of the net pension liability associated with the District was \$278,006,669. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2016, the District's proportion was 0.3534%, which was a decrease of 0.0228% from its proportion measured as of June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>278,006,669</u>
Total	<u>\$ 278,006,669</u>

For the fiscal year ended June 30, 2016, the State recognized pension expense on behalf of the District in the amount of \$20,888,333 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2017 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Amortization Period</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Assumptions:			
2014	8.5 years	\$ 1,691,524,165	
2015	8.3 years	4,488,602,746	
2016	8.3 years	9,522,623,964	
Difference Between Expected and Actual Experience:			
2014	8.5 years		\$ 16,110,615
2015	8.3 years	277,221,464	
2016	8.3 years		118,421,979
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments:			
2014	5 years	(870,618,286)	
2015	5 years	577,926,182	
2016	5 years	<u>1,727,420,767</u>	
		<u>\$ 17,414,701,002</u>	<u>\$ 134,532,594</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2017	\$ 2,538,535,636
2018	2,538,535,636
2019	2,973,844,781
2020	2,781,202,718
2021	2,349,347,527
Thereafter	4,098,702,110
	\$ 17,280,168,408

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%
Salary Increases:	
2012-2021	Varies based on experience
Thereafter	Varies based on experience
Investment Rate of Return	7.65%

Pre-retirement, post-retirement and disabled mortality rates were based on the experience of TPAF members reflecting mortality improvement on a generational basis based on a 60-year average of Social Security data from 1953 to 2013.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2012 to June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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 real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	0.39%
US Government Bonds	1.50%	1.28%
US Credit Bonds	13.00%	2.76%
US Mortgages	2.00%	2.38%
US Inflation-Indexed Bonds	1.50%	1.41%
US High Yield Bonds	2.00%	4.70%
US Equity Market	26.00%	5.14%
Foreign-Developed Equity	13.25%	5.91%
Emerging Market Equities	6.50%	8.16%
Private Real Estate Property	5.25%	3.64%
Timber	1.00%	3.86%
Farmland	1.00%	4.39%
Private Equity	9.00%	8.97%
Commodities	0.50%	2.87%
Hedge Funds - MultiStrategy	5.00%	3.70%
Hedge Funds - Equity Hedge	3.75%	4.72%
Hedge Funds - Distressed	3.75%	3.49%

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 3.22% as of June 30, 2016. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65% and a municipal bond rate of 2.85% as of June 30, 2016 based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Discount Rate – TPAF (Cont'd)

The State contributed 30% of the actuarially determined contributions. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2029. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through 2029, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the State's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the State as of June 30, 2016 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2016		
	1% Decrease (2.22%)	Current Discount Rate (3.22%)	1% Increase (4.22%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 332,002,090	\$ 278,006,669	\$ 233,912,439

Pension Plan Fiduciary Net Position

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

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$123,511 for the fiscal year ended June 30, 2017. Employee contributions to DCRP amounted to \$167,058 for the fiscal year ended June 30, 2017.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan)

Plan Description

The Board of Education Employees' Pension Fund of Essex County (the "Plan"), is a multiple-employer contributory defined benefit pension plan that provides pension and life insurance benefits to employees of the Boards of Education within Essex County employed before July 1, 1981, except temporary employees and employees eligible for coverage under any New Jersey State administered pension plan created under prior New Jersey laws. The ECPF became effective April 16, 1929. The Plan provides for retirement, service, and non-service connected death and disability benefits for its members. The Plan is governed by New Jersey Statutes under Title 18A, and is administered by a Board of Trustees for the Plan who is also responsible for the management and investment of Plan assets. The Board of Trustees consists of one active and five retired elected Plan members.

Pursuant to New Jersey Public Law enacted in 1980, members were given the option to transfer their membership in the Plan to the PERS. Approximately 2,775 members, 58% of the membership, elected to transfer to PERS effective July 1, 1981. The Plan is closed to new entrants.

Benefits Provided

Regular service retirement benefits are determined as $1/45^{\text{th}}$ of the highest 3 year average salary multiplied by the member's years of credited service. A member may elect early retirement benefits if they are under age 60 and have at least 25 years of credited service. The Plan also offers a special veterans benefit, disability and deferred benefits. Group life insurance benefits and death benefits are available to be paid to beneficiaries if elected by the member.

For more complete information about the Plan agreement and vesting and benefit provisions, participants are referred to the pamphlet, *A Summary of Benefits*. Copies of this pamphlet are available from the Pension Fund Administration Office.

Contributions

Contributions are made by the members at 3%, the maximum contribution rate required by statute, of their annual compensation. Contributions made by the Boards are determined annually based upon actuarial valuations. The Boards are required to reimburse the Plan for administrative expenses and cost of living increases associated with its retirees. Plan provisions and contribution requirements are established by New Jersey state statute assets. District contributions to the Plan amounted to \$10,728 for fiscal year 2017.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the District reported a liability of \$74,366 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2016, the District's proportion was 0.2602%, which was an increase of 0.02125% from its proportion measured as of June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

For the fiscal year ended June 30, 2017, the District recognized pension expense of \$12,935. At June 30, 2017, the District reported deferred outflows of resources related to pension from the sources noted in the below table. For the fiscal year ended June 30, 2017, the District amortized the deferred outflow of resources at June 30, 2016 by the amount to be amortized for the fiscal year ended June 30, 2017 per the June 30, 2016 actuarial valuation. There were no deferred inflows of resources.

	Amortization Period	Deferred Outflows of Resources
Net Difference Between Projected and Actual		
Investment Earnings on Pension Plan Investments:		
2015	5 years	\$ 1,088
2016	5 years	10,323
2017	5 years	(4,641)
Subtotal		6,770
District Contribution Subsequent to the		
Measurement Date	1 year	11,159
		\$ 17,929

The amounts reported as deferred outflows of resources related to pensions (excluding District contribution subsequent to the measurement date) will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	Total
2018	\$ 3,056
2019	3,057
2020	2,513
2021	(928)
2022	(928)
	\$ 6,770

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan) (Cont'd)

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.00%
Salary Increases	4.50%
Investment Rate of Return, net of Plan investment expense, including inflation	6.50%
Cost of Living Adjustments ("COLA")	2.00%

For active members, inactive members and healthy retirees, mortality rates were based on the RP-2000 separate annuitant and non-annuitant tables with static projections using Scale AA through the valuation year plus 7 years for annuitants and the valuation year plus 15 years for no annuitants. For disabled retirees, mortality rates are based on the 1994 Group Annuity Mortality Table set forward 10 years.

No changes to the actuarial assumptions as of June 30, 2016 are known as of June 30, 2017 so the actuarial assumptions as of June 30, 2016 were utilized for June 30, 2017.

Long Term Expected Rate of Return

The long-term rate of return on pension plan investments 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class including in the Plan's target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Allocation</u>	<u>Long-Term Expected Real Rate of Return *</u>
U.S. Fixed Income	40.00%	1.75%
U.S. Large CAP Equities	50.00%	6.75%
U.S. Small CAP Equities	10.00%	6.75%

* - Net of 2.0% inflation assumption

No changes to the long term expected rate of return as of June 30, 2016 are known as of June 30, 2017 so the discount rate as of June 30, 2016 was utilized for June 30, 2017.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan) (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 6.50% as of June 30, 2016. No changes to the actuarial assumptions as of June 30, 2016 are known as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that contributions will be made at the actuarially determined amount, including the reimbursement of administrative expenses and COLA payments. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following page presents the District's proportionate share of the collective net pension liability as of June 30, 2017 calculated using the discount rate of 6.50%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	June 30, 2017		
	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
District's proportionate share of the Net Pension Liability	\$ 99,337	\$ 74,366	\$ 52,666

Pension Plan Fiduciary Net Position

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

NOTE 10. POST-RETIREMENT BENEFITS

P.L. 1987, c.384 and P.L. 1990, c.6 required the TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2016, there were 110,512 retirees receiving post-retirement medical benefits and the State contributed \$1.37 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Continued)

NOTE 10. POST-RETIREMENT BENEFITS

The State is also responsible for the cost attributable to P.L. 1992, c.126 which provides employer paid health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$231.2 million toward Chapter 126 benefits for 20,045 eligible retired members for Fiscal Year 2016.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et.seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The State of New Jersey Division of Pension and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for SEHBP. That report may be obtained from the Treasury website at <http://www.nj.gov/treasury/pensions/pdf/financial/2016divisioncombined.pdf>.

The State's on-behalf Post-Retirement Medical Contributions to TPAF for the District amounted to \$3,574,398, \$3,369,098 and \$3,229,120 for 2017, 2016 and 2015, respectively.

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The District has health benefits coverage for its employees under the State of New Jersey Employees' Health Benefit Plan.

Property, Liability and Health Benefits - Insurance

A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The District is a member of the New Jersey Schools Insurance Group ("NJSIG"). This public entity risk management pool provided general liability, property and automobile coverage for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The NJSIG is a risk-sharing public entity risk pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the NJSIG are elected.

As a member of the NJSIG, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the NJSIG were to be exhausted, members would become responsible for their respective shares of the NJSIG's liabilities. The NJSIG can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

Property, Liability and Health Benefits – Insurance (Cont'd)

Selected, summarized financial information for the NJSIG as of June 30, 2017 is as follows:

	New Jersey Schools Insurance Group
Total Assets	\$ 328,998,652
Net Position	\$ 78,662,630
Total Revenue	\$ 131,811,793
Total Expenses	\$ 121,371,527
Member Dividends	\$ -0-
Change in Net Position for the Year Ended June 30, 2016	\$ 10,440,266

Financial statements for the NJSIG are available at the NJSIG’s Executive Director’s Office:

New Jersey Schools Insurance Group
6000 Midlantic Drive
Suite 300 North
Mount Laurel, NJ 08054
(609) 386-6060
www.njsig.org

Workers’ Compensation Insurance

The Bloomfield Township School District is a member of the Diploma Joint Insurance Fund (the “Fund”) through which the District is provided workers’ compensation coverage. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered groups of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of the Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund’s liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

Workers' Compensation Insurance (Cont'd)

The June 30, 2017 audit report for the Fund is not available as of the date of this report. Selected, summarized financial information for the Fund as of June 30, 2016 is as follows:

	<u>Diploma Joint Insurance Fund</u>
Total Assets	\$ 13,469,440
Net Position	\$ 6,476,079
Total Revenue	\$ 7,103,819
Total Expenses	\$ 5,999,793
Member Dividends	\$ -0-
Change in Net Position for the Year Ended June 30, 2016	\$ 1,104,026

Financial statements for the Fund are available at the Fund's Executive Directors' Office:

Public Entity Group Administrative Services (PEGAS)
51 Everett Drive, Suite 40-B
West Windsor, NJ 08550
(609) 275-1140

New Jersey Unemployment Compensation Insurance

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2016-2017	\$ -0-	\$ -0-	\$ 93,253	\$ 84,218	\$ 814,176
2015-2016	200,000	-0-	92,430	115,861	805,141
2014-2015	215,110	-0-	91,362	123,812	628,572

NOTE 12. ECONOMIC DEPENDENCY

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 13. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The following interfund balances remained on the balance sheet at June 30, 2017:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 1,430	
Capital Projects Fund		\$ 1,430
Proprietary Funds - Summer Arts Program Enterprise Fund	995	
Fiduciary Funds:		
Private Purpose Scholarship Trust		995
Payroll Agency		29,345
Unemployment Compensation Trust	<u>29,345</u>	
	<u>\$ 31,770</u>	<u>\$ 31,770</u>

The General Fund interfund receivable of \$1,430 is interest earned due from the Capital Projects Fund not transferred as of June 30, 2017. The Proprietary Fund interfund receivable of \$995 is program fees due from the Private Purpose Scholarship Trust Fiduciary Fund not transferred as of June 30, 2017. The Unemployment Compensation Trust receivable of \$29,345 is due from Payroll Agency for employee unemployment contributions not transferred as of June 30, 2017.

During the fiscal year, the General Fund transferred \$286,420 to the Capital Projects Fund for the local share of capital projects, and the Capital Projects Fund transferred unexpended project balances canceled of \$56,400 to the General Fund.

NOTE 14. DEFERRED COMPENSATION

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

The plan administrators are as follows:

403(b)

- The Variable Annuity Life Insurance Company
- Metropolitan Life Insurance Company
- First Investors Corporation
- Lincoln Financial Group
- AXA Equitable

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 15. TAX CALENDAR

Property taxes are levied by the District's constituent municipality as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the School District on a predetermined mutually agreed-upon schedule.

NOTE 16. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2017:

	Governmental Funds		District Contribution Subsequent to	Total
	General Fund	Special Revenue Fund	Measurement Date	Governmental Activities
Salaries	\$ 41,893	\$ 39,990		\$ 81,883
Vendors	251,780	58,816		310,596
Due to:				
Other Governmental Units	203,683	23,770	\$ 11,159	238,612
State of New Jersey		135,532	905,387	1,040,919
	\$ 497,356	\$ 258,108	\$ 916,546	\$ 1,672,010
	Business-type Activities			
	Food Service	Summer Arts Program	Total Proprietary Funds	
Vendors	\$ 1,108		\$ 1,108	
Deficit in Cash and Cash Equivalents		\$ 995	995	
	\$ 1,108	\$ 995	\$ 2,103	

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 17. CONTINGENCIES

Litigation

The Board is periodically involved in claims and lawsuits arising in the normal course of business. The Board does not believe that the ultimate outcome of these claims will have a material adverse effect on the District's financial position.

Grant Programs

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

Encumbrances

At June 30, 2017, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds:

Governmental Funds		
General	Special Revenue	Total
\$ 314,732	\$ 51,281	\$ 366,013

On the District's Governmental Funds Balance Sheet as of June 30, 2017, \$-0- is assigned for encumbrances in the Special Revenue Fund, which is \$51,281 less than the actual encumbrances on a budgetary basis. On the GAAP basis in the Special Revenue Fund, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue.

NOTE 18. PRIOR PERIOD ADJUSTMENTS

The District made prior year adjustments in the District Wide Financial Statements to amend the compensated absences payable calculation and to include vacation time and the employer share of FICA as of June 30, 2016. As a result, the District Wide Financial Statements as of June 30, 2016 have been restated as follows:

	Balance 6/30/2016 as Previously Reported	Retroactive Adjustments	Balance 6/30/2016 Restated
<u>Statement of Net Position - Governmental Activities:</u>			
Liabilities:			
Noncurrent Liabilities:			
Due Beyond One Year	\$49,701,739	\$ 897,996	\$50,599,735
Total Liabilities	55,636,628	897,996	56,534,624
Net Position - Unrestricted (Deficit)	(22,420,471)	(897,996)	(23,318,467)
Total Net Position	59,607,763	(897,996)	58,709,767

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST THREE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,		
	2015	2016	2017
District's proportion of the net pension liability	0.1096286768%	0.1024917301%	0.1010791802%
District's proportionate share of the net pension liability	\$ 20,525,487	\$ 23,007,340	\$ 29,936,754
District's covered employee payroll	\$ 7,034,885	\$ 7,018,022	\$ 6,637,338
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	291.77%	327.83%	451.04%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST THREE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,		
	2015	2016	2017
Contractually required contribution	\$ 903,763	\$ 881,154	\$ 897,973
Contributions in relation to the contractually required contribution	<u>(903,763)</u>	<u>(881,154)</u>	<u>(897,973)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 7,609,946	\$ 7,034,885	\$ 7,018,022
Contributions as a percentage of covered employee payroll	11.88%	12.53%	12.80%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY ATTRIBUTABLE TO THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST THREE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,		
	2015	2016	2017
State's proportion of the net pension liability attributable to the District	0.3896332835%	0.3762397877%	0.3533996536%
State's proportionate share of the net pension liability attributable to the District	\$ 208,246,309	\$ 237,799,612	\$ 278,006,669
District's covered employee payroll	\$ 35,251,204	\$ 37,399,704	\$ 39,544,717
State's proportionate share of the net pension liability attributable to the District as a percentage of District's covered employee payroll	590.75%	635.83%	703.02%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST THREE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,		
	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually required contribution	\$ 11,205,607	\$ 14,519,807	\$ 20,888,333
Contributions in relation to the contractually required contribution	<u>(2,034,090)</u>	<u>(2,829,454)</u>	<u>(2,814,471)</u>
Contribution deficiency/(excess)	<u>\$ 9,171,517</u>	<u>\$ 11,690,353</u>	<u>\$ 18,073,862</u>
District's covered employee payroll	\$ 37,399,704	\$ 39,544,717	\$ 41,036,537
Contributions as a percentage of covered employee payroll	29.96%	36.72%	50.90%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

TOWNSHIP OF BLOOMFIELD SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
BOARD OF EDUCATION EMPLOYEES' PENSION FUND OF ESSEX COUNTY
LAST THREE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,		
	2015	2016	2017
District's Proportion of the Net Pension Liability	0.2194514%	0.2389496%	0.2602015%
District's Proportionate Share of the Net Pension Liability	\$ 84,530	\$ 86,496	\$ 74,366
District's Covered Employee Payroll	\$ -0-	\$ -0-	\$ -0-
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	0.00%	0.00%	0.00%
Plan Fiduciary Net Position (*) as a Percentage of the Total Pension Liability	76.05%	75.39%	75.39%

* - Fiduciary Net Position Excludes an Amount Designated for Insurance Benefits of \$19,628,046 for the fiscal year ending June 30, 2015 and \$19,972,514 for the fiscal years ending June 30, 2016 and June 30, 2017.

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

TOWNSHIP OF BLOOMFIELD SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
BOARD OF EDUCATION EMPLOYEES' PENSION FUND OF ESSEX COUNTY
LAST THREE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,		
	2015	2016	2017
Contractually Required Contribution	\$ 12,844	\$ 12,426	\$ 10,728
Contributions in Relation to the Contractually Required Contribution	<u>(12,844)</u>	<u>(12,426)</u>	<u>(10,728)</u>
Contribution Deficiency (Excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's Covered Employee Payroll	\$ -0-	\$ -0-	\$ -0-
Contributions as a Percentage of Covered Employee Payroll	0.00%	0.00%	0.00%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Assumptions

	As of June 30,	
	2016	2015
Discount Rate	3.98%	4.90%
Municipal Bond Rate	2.85%	3.80%
Inflation Rate	3.08%	3.04%
Long-Term Expected Rate of Return on Pension Plan Investments	7.65%	7.90%
Salary Increases Based on Age:		
Through 2026	1.65% - 4.15%	
2012 - 2021		2.15% - 4.40%
Thereafter	2.65% - 5.15%	3.15% - 5.40%

The mortality rates in the July 1, 2014 actuarial valuation were based on the following:

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for 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 one year for females) are used to value disabled retirees.

The mortality rates in the July 1, 2015 actuarial valuation were based on the following:

Pre-retirement mortality rates were based on the RP-2000 Employee Pre-retirement Mortality Table for male and female active participants. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward one year for females).

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)
(Continued)

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Assumptions

	<u>As of June 30,</u>	
	<u>2016</u>	<u>2015</u>
Discount Rate	3.22%	4.13%
Municipal Bond Rate	2.85%	3.80%
Long-Term Expected Rate of Return on Pension Plan Investments	7.65%	7.90%

The mortality rates in the July 1, 2014 actuarial valuation were based on the following:

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

The mortality rates in the July 1, 2015 actuarial valuation were based on the following:

Pre-retirement, post-retirement and disabled mortality rates were based on the experience of TPAF members reflecting mortality improvement on a generational basis based on a 60-year average of Social Security data from 1953 to 2013.

C. BOARD OF EDUCATION EMPLOYEES' PENSION FUND OF ESSEX COUNTY

Benefit Changes

There were none known.

Changes of Assumptions

There were none known.

**BUDGETARY COMPARISON SCHEDULES
(UNAUDITED)**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 70,538,661		\$ 70,538,661	\$ 70,538,661	
Tuition from Other LEA's	30,000		30,000	363,328	\$ 333,328
Other Restricted Miscellaneous Revenues	100,000		100,000	578,786	478,786
Total - Local Sources	70,668,661		70,668,661	71,480,775	812,114
State Sources:					
Transportation Aid	225,567		225,567	225,567	
Special Education Categorical Aid	3,747,967		3,747,967	3,747,967	
Equalization Aid	15,175,445		15,175,445	15,175,445	
Categorical Security Aid	1,217,753		1,217,753	1,217,753	
Under Adequacy Aid	500,000		500,000	500,000	
Per Pupil Growth Aid	63,400		63,400	63,400	
PARCC Readiness Aid	63,400		63,400	63,400	
Professional Learning Community Aid	64,430		64,430	64,430	
Nonpublic School Transportation Costs				65,424	65,424
Extraordinary Special Education Costs Aid				779,838	779,838
On-Behalf TPAF Contributions:					
Post-Retirement Medical (Non-Budgeted)				3,574,398	3,574,398
Pension (Non-Budgeted)				4,139,827	4,139,827
Non-Contributory Insurance (Non-Budgeted)				149,996	149,996
Long-Term Disability Insurance (Non-Budgeted)				12,473	12,473
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				3,009,203	3,009,203
Total State Sources	21,057,962		21,057,962	32,789,121	11,731,159
Federal Sources:					
Medicaid Reimbursement (SEMI)	117,495		117,495	147,007	29,512
Medicaid Reimbursement (SEMI/ARRA)				8,716	8,716
Total Federal Sources	117,495		117,495	155,723	38,228
TOTAL REVENUES	91,844,118		91,844,118	104,425,619	12,581,501

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 1,990,068	\$ (3,500)	\$ 1,986,568	\$ 1,816,123	\$ 170,445
Grades 1-5 - Salaries of Teachers	8,788,346	(10,758)	8,777,588	8,662,502	115,086
Grades 6-8 - Salaries of Teachers	5,187,412	42,325	5,229,737	5,123,522	106,215
Grades 9-12 - Salaries of Teachers	9,430,168	171,813	9,601,981	9,577,484	24,497
Regular Programs - Home Instruction:					
Salaries of Teachers	120,000	2,537	122,537	122,537	
Purchased Professional - Educational Services	225,000	(30,942)	194,058	61,840	132,218
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	327,469	(37,416)	290,053	219,883	70,170
Purchased Professional - Educational Services	50,400		50,400	49,148	1,252
Other Purchased Services (400-500 series)	1,051,200	3,619	1,054,819	1,032,248	22,571
General Supplies	1,045,506	129,077	1,174,583	980,291	194,292
Textbooks	907,394	(140,152)	767,242	671,942	95,300
Other Objects	2,140	850	2,990	1,684	1,306
Total Regular Programs - Instruction	29,125,103	127,453	29,252,556	28,319,204	933,352
Special Education - Instruction:					
Cognitive - Mild:					
General Supplies		560	560	550	10
Total Cognitive - Mild		560	560	550	10

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Special Education - Instruction: (Cont'd)					
Learning and/or Language Disabilities:					
Salaries of Teachers	\$ 600,941	\$ 13,943	\$ 614,884	\$ 614,884	
Other Salaries for Instruction	136,675	56,129	192,804	192,141	\$ 663
Other Purchased Services (400-500 series)	5,000		5,000	3,381	1,619
General Supplies	75,000	(12,419)	62,581	13,964	48,617
Total Learning and/or Language Disabilities	817,616	57,653	875,269	824,370	50,899
Behavioral Disabilities:					
Salaries of Teachers	231,262	(29,209)	202,053	202,053	
Other Salaries for Instruction	99,754	11,142	110,896	110,896	
General Supplies	375		375	264	111
Total Behavioral Disabilities	331,391	(18,067)	313,324	313,213	111
Multiple Disabilities:					
Salaries of Teachers	211,356	12,329	223,685	223,685	
Other Salaries for Instruction	270,927	17,260	288,187	287,953	234
General Supplies	11,188	(126)	11,062	9,513	1,549
Total Multiple Disabilities	493,471	29,463	522,934	521,151	1,783
Resource Room/Resource Center:					
Salaries of Teachers	5,397,661	322,740	5,720,401	5,608,352	112,049
Other Salaries for Instruction	830,414	(131,975)	698,439	685,458	12,981
General Supplies	25,740	1,044	26,784	21,401	5,383
Total Resource Room/Resource Center	6,253,815	191,809	6,445,624	6,315,211	130,413

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Special Education - Instruction: (Cont'd)					
Autism:					
Salaries of Teachers	\$ 390,464	\$ (23,556)	\$ 366,908	\$ 365,731	\$ 1,177
Other Salaries for Instruction	340,567	87,240	427,807	425,745	2,062
General Supplies	16,030		16,030	9,786	6,244
Total Autism	747,061	63,684	810,745	801,262	9,483
Preschool Disabilities - Part-Time:					
Salaries of Teachers	218,474	39,442	257,916	257,916	
Other Salaries for Instruction	321,088	50,689	371,777	371,068	709
General Supplies	30,000	1,528	31,528	31,043	485
Total Preschool Disabilities - Part-Time	569,562	91,659	661,221	660,027	1,194
Preschool Disabilities - Full-Time:					
Salaries of Teachers	230,429	26,018	256,447	256,135	312
Other Salaries for Instruction	148,569	17,695	166,264	166,264	
Total Preschool Disabilities - Full-Time	378,998	43,713	422,711	422,399	312
Total Special Education Instruction	9,591,914	460,474	10,052,388	9,858,183	194,205
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	249,893	(104,327)	145,566	145,566	
Purchased Professional - Educational Services	5,000		5,000		5,000
General Supplies	14,220	1,007	15,227	11,078	4,149
Total Basic Skills/Remedial - Instruction	269,113	(103,320)	165,793	156,644	9,149

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 810,610	\$ (154,649)	\$ 655,961	\$ 655,961	
General Supplies	18,359	850	19,209	9,678	\$ 9,531
Total Bilingual Education - Instruction	828,969	(153,799)	675,170	665,639	9,531
School-Sponsored Cocurricular Activities - Instruction:					
Salaries	202,854	(660)	202,194	194,180	8,014
Purchased Services (300-500 series)	9,700	660	10,360	10,360	
Other Objects	20,480		20,480	5,000	15,480
Total School-Sponsored Cocurricular Activities - Instruction	233,034		233,034	209,540	23,494
School-Sponsored Cocurricular Athletics - Instruction:					
Salaries	497,320	2,439	499,759	480,354	19,405
Purchased Services (300-500 series)	316,134	1,500	317,634	264,593	53,041
Supplies and Materials	97,334	(1,500)	95,834	95,291	543
Other Objects	17,790		17,790	15,392	2,398
Total School-Sponsored Cocurricular Athletics - Instruction	928,578	2,439	931,017	855,630	75,387
Community Services Programs/Operations:					
Salaries	185,000	(2,439)	182,561	175,000	7,561
Total Community Services Programs/Operations	185,000	(2,439)	182,561	175,000	7,561
Total Instruction	41,161,711	330,808	41,492,519	40,239,840	1,252,679

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Regular	\$ 111,000	\$ 2,396	\$ 113,396	\$ 70,227	\$ 43,169
Tuition to Other LEAs Within the State - Special	425,121	(48,518)	376,603	368,750	7,853
Tuition to County Vocational Schools - Regular	162,500	(38,369)	124,131	89,847	34,284
Tuition to County Vocational Schools - Special	220,818	(88,165)	132,653	109,693	22,960
Tuition to County Special Services Schools and Regional Day Schools	240,408	174,970	415,378	415,378	
Tuition to Private Schools for the Disabled - Within the State	1,990,145	(386,205)	1,603,940	1,409,674	194,266
Tuition - Other	80,000	98,071	178,071	136,421	41,650
Total Undistributed Expenditures - Instruction	3,229,992	(285,820)	2,944,172	2,599,990	344,182
Health Services:					
Salaries	964,776	(23,173)	941,603	868,309	73,294
Purchased Professional and Technical Services	104,440	(29,827)	74,613	57,261	17,352
Supplies and Materials	32,685	1,172	33,857	26,150	7,707
Total Health Services	1,101,901	(51,828)	1,050,073	951,720	98,353
Speech, OT, PT and Related Services:					
Salaries	581,559	(38,514)	543,045	526,184	16,861
Purchased Professional - Educational Services	1,208,250	29,241	1,237,491	1,209,881	27,610
Supplies and Materials	4,350	(130)	4,220	3,674	546
Total - Speech, OT, PT and Related Services	1,794,159	(9,403)	1,784,756	1,739,739	45,017
Other Support Services - Students - Extraordinary Services:					
Salaries	1,356,001	(374,065)	981,936	933,801	48,135
Purchased Professional - Educational Services	375,507	620,794	996,301	971,006	25,295
Total Other Support Services - Students - Extraordinary Services	1,731,508	246,729	1,978,237	1,904,807	73,430

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Guidance:					
Salaries of Other Professional Staff	\$ 1,684,819	\$ (12,061)	\$ 1,672,758	\$ 1,559,967	\$ 112,791
Salaries of Secretarial and Clerical Assistants	120,898	12,061	132,959	132,959	
Other Salaries	119,448		119,448	105,035	14,413
Supplies and Materials	11,324	(26)	11,298	7,944	3,354
Total Guidance	1,936,489	(26)	1,936,463	1,805,905	130,558
Child Study Team:					
Salaries of Other Professional Staff	1,433,793	53,374	1,487,167	1,486,371	796
Salaries of Secretarial and Clerical Assistants	143,402	10,394	153,796	153,796	
Purchased Professional - Educational Services	50,000	31,000	81,000	79,209	1,791
Other Purchased Professional and Technical Services	42,000	(22,000)	20,000	16,103	3,897
Miscellaneous Purchased Services	8,000		8,000	2,662	5,338
Supplies and Materials	86,936		86,936	81,318	5,618
Other Objects	1,700		1,700	1,110	590
Total Child Study Team	1,765,831	72,768	1,838,599	1,820,569	18,030
Improvement of Instructional Services:					
Other Salaries	54,900	18,996	73,896	73,896	
Purchased Professional - Educational Services	30,000	3,600	33,600	24,803	8,797
Other Purchased Services (400-500 series)	1,000		1,000	374	626
Supplies and Materials	18,700	(4,627)	14,073	5,833	8,240
Total Improvement of Instructional Services	104,600	17,969	122,569	104,906	17,663

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Educational Media Services/School Library:					
Salaries	\$ 827,156	\$ 3,840	\$ 830,996	\$ 804,662	\$ 26,334
Supplies and Materials	127,532	(9,277)	118,255	93,095	25,160
Total Educational Media Services/School Library	954,688	(5,437)	949,251	897,757	51,494
Instructional Staff Training Services:					
Other Salaries	90,000	15,072	105,072	103,636	1,436
Purchased Professional - Educational Services	302,500	(30,637)	271,863	256,300	15,563
Other Purchased Services (400-500 series)	57,400	(7,430)	49,970	44,098	5,872
Supplies and Materials	9,000	65,296	74,296	44,961	29,335
Other Objects		4,000	4,000	4,000	
Total Instructional Staff Training Services	458,900	46,301	505,201	452,995	52,206
Support Services - General Administration:					
Salaries	473,637		473,637	471,372	2,265
Legal Services	270,000	(7,304)	262,696	220,144	42,552
Audit Fees	122,930	150	123,080	60,930	62,150
Architect Fees	148,011	(150)	147,861	116,580	31,281
Other Purchased Professional Services	162,000	(10,837)	151,163	145,059	6,104
Communications/Telephone	356,548	14,197	370,745	336,753	33,992
BOE Other Purchased Services	28,000		28,000	26,663	1,337
Miscellaneous Purchased Services (400-500 series)	38,000	(10,000)	28,000	6,523	21,477
General Supplies	16,000		16,000	2,828	13,172
Judgments Against The School District		137,000	137,000	137,000	
Miscellaneous Expenditures	12,000		12,000	9,558	2,442
Total Support Services - General Administration	1,627,126	123,056	1,750,182	1,533,410	216,772

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	\$ 3,854,454	\$ (22,273)	\$ 3,832,181	\$ 3,830,827	\$ 1,354
Salaries of Other Professional Staff	96,318		96,318	95,377	941
Salaries of Secretarial and Clerical Assistants	627,417	40,156	667,573	652,762	14,811
Other Salaries	119,741		119,741	112,025	7,716
Purchased Professional and Technical Services	19,000		19,000	5,873	13,127
Other Purchased Services (400-500 series)	43,569	9,000	52,569	16,913	35,656
Supplies and Materials	147,764	3,800	151,564	135,211	16,353
Other Objects	29,000		29,000	27,109	1,891
Total Support Services - School Administration	4,937,263	30,683	4,967,946	4,876,097	91,849
Central Services:					
Salaries	882,684	(35,501)	847,183	845,168	2,015
Purchased Professional Services	97,600	75,582	173,182	161,326	11,856
Miscellaneous Purchased Services (400-500 series)	8,500		8,500	402	8,098
Supplies and Materials	41,500	(10,506)	30,994	23,297	7,697
Miscellaneous Expenditures	4,490		4,490	2,830	1,660
Total Central Services	1,034,774	29,575	1,064,349	1,033,023	31,326
Administration Information Technology:					
Salaries	595,149	(13,229)	581,920	570,661	11,259
Purchased Technical Services	696,330	(79,104)	617,226	533,510	83,716
Other Purchased Services (400-500 series)	2,000		2,000	418	1,582
Supplies and Materials	200,000	158,000	358,000	352,458	5,542
Total Administration Information Technology	1,493,479	65,667	1,559,146	1,457,047	102,099

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Required Maintenance for School Facilities:					
Salaries	\$ 626,410	\$ (22,433)	\$ 603,977	\$ 603,588	\$ 389
Cleaning, Repair and Maintenance Services	3,365,950	(45,200)	3,320,750	3,121,558	199,192
General Supplies	202,966	5,750	208,716	146,516	62,200
Total Required Maintenance for School Facilities	4,195,326	(61,883)	4,133,443	3,871,662	261,781
Custodial Services:					
Salaries	2,522,921	101,699	2,624,620	2,622,499	2,121
Purchased Professional and Technical Services	63,000	5,000	68,000	63,204	4,796
Cleaning, Repair and Maintenance Services	67,000	(7,395)	59,605	27,045	32,560
Rental of Land and Buildings Other Than Lease Purchase Agreements	47,878	(2,981)	44,897	44,897	
Insurance	714,308	(17,788)	696,520	696,520	
Miscellaneous Purchased Services	3,000	(3,000)			
General Supplies	215,800	15,550	231,350	218,468	12,882
Energy (Natural Gas)	500,000	(43,679)	456,321	396,321	60,000
Energy (Electricity)	1,125,000	5,574	1,130,574	985,863	144,711
Other Objects	33,000	(9,158)	23,842	23,842	
Total Custodial Services	5,291,907	43,822	5,335,729	5,078,659	257,070
Care and Upkeep of Grounds:					
Salaries	155,977	(6,314)	149,663	137,742	11,921
Purchased Professional and Technical Services	37,000	(4,000)	33,000	29,072	3,928
General Supplies	30,000		30,000	25,869	4,131
Total Care and Upkeep of Grounds	222,977	(10,314)	212,663	192,683	19,980

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Security:					
Purchased Professional and Technical Services	\$ 233,856	\$	\$ 233,856	\$ 177,605	\$ 56,251
General Supplies	73,200	(9,000)	64,200	38,667	25,533
Total Security	307,056	(9,000)	298,056	216,272	81,784
Student Transportation Services:					
Salaries for Pupil Transportation:					
Between Home and School - Regular	529,591	(219,125)	310,466	288,384	22,082
Between Home and School - Special	1,059,921	99,167	1,159,088	1,115,362	43,726
Other Than Between Home and School - Regular	298,274	2,951	301,225	301,225	
Other Purchased Professional and Technical Services	6,200		6,200	1,987	4,213
Cleaning, Repair and Maintenance Services	150,000	136,809	286,809	284,521	2,288
Contracted Services:					
Other Than Between Home and School - Vendors	6,411	15,514	21,925	21,925	
Special Education Students - Vendors		1,362	1,362	1,362	
Special Education Students - Joint Agreements	90,000	(88,870)	1,130		1,130
Special Education Students - ESCs & CTAS	1,300,000	(25,838)	1,274,162	1,274,162	
Aid in Lieu Payments - Nonpublic Schools	486,200		486,200	346,254	139,946
Miscellaneous Purchased Services	500		500		500
General Supplies	250,000	(21,189)	228,811	144,480	84,331
Other Objects	10,000	3,319	13,319	7,203	6,116
Total Student Transportation Services	4,187,097	(95,900)	4,091,197	3,786,865	304,332

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Unallocated Benefits:					
Social Security Contributions	\$ 1,250,000		\$ 1,250,000	\$ 1,087,404	\$ 162,596
Other Retirement Contributions - PERS	1,193,000	(134,239)	1,058,761	899,708	159,053
Other Retirement Contributions - Regular		134,239	134,239	134,239	
Unemployment Compensation	200,000		200,000	2,059	197,941
Workmen's Compensation	600,415	(301)	600,114	585,296	14,818
Health Benefits	12,608,040	(613,361)	11,994,679	11,005,398	989,281
Tuition Reimbursement	70,000		70,000	54,426	15,574
Other Employee Benefits	210,000		210,000	132,681	77,319
Total Unallocated Benefits	16,131,455	(613,662)	15,517,793	13,901,211	1,616,582
On-Behalf TPAF Contributions:					
Post-Retirement Medical (Non-Budgeted)				3,574,398	(3,574,398)
Pension (Non-Budgeted)				4,139,827	(4,139,827)
Non-Contributory Insurance (Non-Budgeted)				149,996	(149,996)
Long-Term Disability Insurance (Non-Budgeted)				12,473	(12,473)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				3,009,203	(3,009,203)
Total On-Behalf and Reimbursed Contributions				10,885,897	(10,885,897)
Total Personal Services - Employee Benefits	16,131,455	(613,662)	15,517,793	24,787,108	(9,269,315)
Total Undistributed Expenses	52,506,528	(466,703)	52,039,825	59,111,214	(7,071,389)
TOTAL GENERAL CURRENT EXPENSE	93,668,239	(135,895)	93,532,344	99,351,054	(5,818,710)

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CAPITAL OUTLAY					
Equipment:					
Regular Programs - Instruction:					
Grades 9-12	\$ 68,319	\$	\$ 68,319	\$ 68,319	
School Sponsored and Other Instructional Programs	33,560		33,560	18,780	\$ 14,780
Undistributed Expenditures:					
Central Services		\$ 5,976	5,976	5,976	
Administration Information Technology	71,478		71,478	58,215	13,263
Required Maintenance of School Facilities	550,000		550,000	519,195	30,805
Care and Upkeep of Grounds	82,400	41,472	123,872	123,724	148
School Buses - Special	52,000	16,428	68,428	68,428	
Total Equipment	857,757	63,876	921,633	862,637	58,996
Facilities Acquisition and Construction Services:					
Other Objects (Debt Service Assessment)	242,723		242,723	242,723	
Total Facilities Acquisition and Construction Services	242,723		242,723	242,723	
Assets Acquired Under Capital Leases (non-budgeted):					
Undistributed Expenditures:					
Instruction				729,630	(729,630)
Total Assets Acquired Under Capital Leases (non-budgeted)				729,630	(729,630)
TOTAL CAPITAL OUTLAY	1,100,480	63,876	1,164,356	1,834,990	(670,634)
Transfer of Funds to Charter Schools	191,570	72,019	263,589	256,634	6,955
TOTAL EXPENDITURES	94,960,289		94,960,289	101,442,678	(6,482,389)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(3,116,171)		(3,116,171)	2,982,941	6,099,112

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	<u>Original</u> <u>Budget</u>	<u>Budget</u> <u>Transfers</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Final to Actual</u>
Other Financing Sources/(Uses):					
Capital Leases (non-budgeted)				\$ 729,630	\$ 729,630
Transfers In:					
Capital Projects Fund:					
Interest				1,430	1,430
Capital Reserve Unexpended Funds Returned				56,400	56,400
Transfers Out:					
Capital Projects Fund - Capital Reserve		\$ (286,420)	\$ (286,420)	(286,420)	
Total Other Financing Sources/(Uses)		\$ (286,420)	\$ (286,420)	501,040	787,460
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ (3,116,171)	(286,420)	(3,402,591)	3,483,981	6,886,572
Fund Balance, July 1	16,921,769		16,921,769	16,921,769	
Fund Balance, June 30	<u>\$ 13,805,598</u>	<u>\$ (286,420)</u>	<u>\$ 13,519,178</u>	<u>\$ 20,405,750</u>	<u>\$ 6,886,572</u>

Recapitulation:	
Restricted:	
Excess Surplus	\$ 1,748,998
Excess Surplus - Designated for Subsequent Year's Expenditures	2,510,443
Capital Reserve	12,806,500
Assigned:	
Year-End Encumbrances	314,732
Designated for Subsequent Year's Expenditures	377,544
Unassigned	2,647,533
	<u>20,405,750</u>
Reconciliation to Governmental Funds Statement (GAAP):	
June State Aid Payments not Recognized on GAAP Basis	<u>(2,016,319)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 18,389,431</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 108,520	\$ 100,880	\$ 209,400	\$ 103,533	\$ (105,867)
Federal Sources	2,617,499	392,635	3,010,134	2,818,110	(192,024)
Local Sources		126,104	126,104	119,993	(6,111)
Total Revenues	2,726,019	619,619	3,345,638	3,041,636	(304,002)
EXPENDITURES:					
Instruction					
Personal Services - Salaries	825,300	177,897	1,003,197	903,303	99,894
Purchased Professional/Educational Services	107,513	93,501	201,014	95,670	105,344
Other Purchased Services	18,500	(18,500)			
Tuition	1,417,197	134,771	1,551,968	1,551,968	
General Supplies	35,000	140,243	175,243	160,744	14,499
Textbooks	9,707	1,879	11,586	10,538	1,048
Other Objects		43,600	43,600	40,433	3,167
Total Instruction	2,413,217	573,391	2,986,608	2,762,656	223,952
Support Services					
Personal Services - Salaries	10,000	(7,000)	3,000	3,000	
Personal Services - Employee Benefits	221,101	(32,054)	189,047	168,272	20,775
Purchased Professional/Educational Services	51,601	21,731	73,332	56,827	16,505
Other Purchased Services	25,100	25,370	50,470	19,428	31,042
Supplies and Materials	1,500	28,820	30,320	23,204	7,116
Other Objects	3,500	9,361	12,861	8,249	4,612
Total Support Services	312,802	46,228	359,030	278,980	80,050
Total Expenditures	2,726,019	619,619	3,345,638	3,041,636	304,002
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$104,425,619	\$ 3,041,636
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		
Current Year Encumbrances		(51,281)
Prior Year Encumbrances		18,966
Cancellation of Prior Year Encumbrances		(18,496)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	1,977,061	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(2,016,319)	
 Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	 \$104,386,361	 \$ 2,990,825
 Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$101,442,678	\$ 3,041,636
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, not in the Year the Supplies are Received for Financial Reporting Purposes		
Current Year Encumbrances		(51,281)
Prior Year Encumbrances		18,966
Cancellation of Prior Year Encumbrances		(18,496)
 Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	 \$101,442,678	 \$ 2,990,825

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(UNAUDITED)

Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2017 was submitted to the County office and was approved by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

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

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

The General and Special Revenue Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of the June state aid payments for the current year. Since the State is recording the June state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

**SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)**

SPECIAL REVENUE FUND

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	No Child Left Behind				I.D.E.A. - Part B, Basic Preschool
	Title I	Title IIA	Title III	Title III Immigrant	
REVENUE:					
State Sources					
Federal Sources	\$ 988,230	\$ 84,515	\$ 61,062	\$ 33,442	\$ 47,424
Local Sources					
Total Revenue	\$ 988,230	\$ 84,515	\$ 61,062	\$ 33,442	\$ 47,424
EXPENDITURES:					
Instruction:					
Personal Services - Salaries	\$ 779,166	\$ 55,374	\$ 32,999	\$ 18,427	
Purchased Professional/Educational Services	2,675				\$ 47,424
Tuition					\$ 26,906
General Supplies	48,808		16,709	10,816	
Textbooks			675		
Other Objects					
Total Instruction	830,649	55,374	50,383	29,243	47,424
Support Services:					
Personal Services - Salaries					
Personal Services - Employee Benefits	151,133	12,401	2,524	1,410	
Purchased Professional/Educational Services	296	12,649	5,374		33,301
Other Purchased Services	550	1,478			
Supplies and Materials	1,008	2,613	1,915		
Other Objects	4,594		866	2,789	
Total Support Services	157,581	29,141	10,679	4,199	33,301
Total Expenditures	\$ 988,230	\$ 84,515	\$ 61,062	\$ 33,442	\$ 47,424

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Nonpublic Auxiliary Services (Chapter 192)				Nonpublic Handicapped Services (Chapter 193)		NJ Nonpublic Textbooks
	Vocational Education - Perkins	Compensatory Education	Supplementary Instruction	Examination & Classification	Corrective Speech		
REVENUE:							
State Sources		\$ 26,526	\$ 18,052	\$ 21,432	\$ 8,895	\$ 10,538	
Federal Sources	\$ 38,686						
Local Sources							
Total Revenue	\$ 38,686	\$ 26,526	\$ 18,052	\$ 21,432	\$ 8,895	\$ 10,538	
EXPENDITURES:							
Instruction:							
Personal Services - Salaries	\$ 7,500						
Purchased Professional/Educational Services		\$ 26,526	\$ 18,052	\$ 21,432	\$ 8,895		
Tuition							
General Supplies	3,582						\$ 10,538
Textbooks							
Other Objects							
Total Instruction	11,082	26,526	18,052	21,432	8,895	10,538	
Support Services:							
Personal Services - Salaries	3,000						
Personal Services - Employee Benefits	804						
Purchased Professional/Educational Services	2,250						
Other Purchased Services	17,400						
Supplies and Materials	4,150						
Other Objects							
Total Support Services	27,604						
Total Expenditures	\$ 38,686	\$ 26,526	\$ 18,052	\$ 21,432	\$ 8,895	\$ 10,538	

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

		Local Programs				
REVENUE:	NJ Nonpublic	Oak View	Bloomfield	NJ Schools	Totals	June 30, 2017
	Nursing	Home and	Education	Insurance Group		
		School	Foundation	Safety Grant		
State Sources	\$ 18,090				\$	103,533
Federal Sources		\$ 11,640	\$ 94,835	\$ 13,518	\$	2,818,110
Local Sources		\$ 11,640	\$ 94,835	\$ 13,518	\$	119,993
Total Revenue	\$ 18,090	\$ 11,640	\$ 94,835	\$ 13,518	\$	\$ 3,041,636
EXPENDITURES:						
Instruction:						
Personal Services - Salaries			\$ 9,837		\$	903,303
Purchased Professional/Educational Services						95,670
Tuition						1,551,968
General Supplies		\$ 11,640	42,283			160,744
Textbooks						10,538
Other Objects			39,758			40,433
Total Instruction	18,090	11,640	91,878			2,762,656
Support Services:						
Personal Services - Salaries						3,000
Personal Services - Employee Benefits						168,272
Purchased Professional/Educational Services			2,957			56,827
Other Purchased Services						19,428
Supplies and Materials				\$ 13,518		23,204
Other Objects						8,249
Total Support Services			2,957	13,518		278,980
Total Expenditures	\$ 18,090	\$ 11,640	\$ 94,835	\$ 13,518	\$	\$ 3,041,636

CAPITAL PROJECTS FUND

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Revenue and Other Financing Sources:	
Capital Lease Proceeds	\$ 6,350,000
Transfer from Capital Reserve	286,420
Interest Revenue	<u>1,430</u>
Total Revenue and Other Financing Sources	<u>6,637,850</u>
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	322,185
Construction Services	2,795,033
Transfer to General Fund - Interest Earned	1,430
Transfer to General Fund Capital Reserve - Unexpended Project Balances Canceled	<u>56,400</u>
Total Expenditures and Other Financing Uses	<u>3,175,048</u>
Excess of Revenue and Other Financing Sources Over Expenditures and Other Financing Uses	3,462,802
Fund Balance - Beginning	<u>852,012</u>
Fund Balance - Ending	<u><u>\$ 4,314,814</u></u>
<u>Recapitulation of Fund Balance at June 30, 2017:</u>	
Committed	<u>\$ 4,314,814</u>
Fund Balance per Governmental Funds (Budgetary Basis)	4,314,814
Reconciliation to Governmental Funds Statement (GAAP):	
SDA Grants not Recognized on the GAAP Basis	<u>(34,744)</u>
Total Fund Balance per Governmental Funds (GAAP Basis)	<u><u>\$ 4,280,070</u></u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
DEMAREST SCHOOL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 788,000	\$ (56,400)	\$ 731,600	\$ 788,000
Total Revenue and Other Financing Sources	<u>788,000</u>	<u>(56,400)</u>	<u>731,600</u>	<u>788,000</u>
Expenditures:				
Construction Services		<u>731,600</u>	<u>731,600</u>	<u>788,000</u>
Total Expenditures	<u>-0-</u>	<u>731,600</u>	<u>731,600</u>	<u>788,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	<u>\$ 788,000</u>	<u>\$ (788,000)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 788,000
Change Order Percentage	0.00%
Percentage Completion	100.00%
Original Target Completion Date	09/30/16

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
BROOKDALE AND FAIRVIEW SCHOOLS ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Prior Periods	Current Year	Totals	Project Authorization		
				Revised	Adjustments	Original
Revenue and Other Financing Sources:						
Transfer from Capital Reserve	\$ 824,000	\$ 68,420	\$ 892,420	\$ 892,420	\$ 68,420	\$ 824,000
Total Revenue and Other Financing Sources	824,000	68,420	892,420	892,420	68,420	824,000
Expenditures:						
Construction Services	824,000	68,420	892,420	892,420	68,420	824,000
Total Expenditures	824,000	68,420	892,420	892,420	68,420	824,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 824,000
Change Orders	\$ 68,420
Revised Authorized Cost	\$ 892,420
Change Order Percentage	8.30%
Percentage Completion	100.00%
Original Target Completion Date	06/30/16
Revised Target Completion Date	06/30/17

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MIDDLE SCHOOL PEDESTRIAN FOOTBRIDGE REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 218,000	\$ 218,000	\$ 218,000
Total Revenue and Other Financing Sources	\$ -0-	218,000	218,000	218,000
Expenditures:				
Construction Services		205,231	205,231	218,000
Total Expenditures	-0-	205,231	205,231	218,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ -0-	\$ 12,769	\$ 12,769	\$ -0-

Additional Project Information:

Project Number	13-0410-030-16-2000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 218,000
Change Order Percentage	0.00%
Percentage Completion	100.00%
Original Target Completion Date	06/30/17

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
FRANKLIN ELEMENTARY SCHOOL CLASSROOM TRAILERS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 262,688		\$ 262,688	\$ 262,688
Total Revenue and Other Financing Sources	262,688	\$ -0-	262,688	262,688
Expenditures:				
Purchased Professional and Technical Services	55,878		55,878	55,878
Construction Services	190,647		190,647	206,810
Total Expenditures	246,525	-0-	246,525	262,688
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ 16,163	\$ -0-	\$ 16,163	\$ -0-
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 262,688			
Change Order Percentage	0.00%			
Percentage Completion	100.00%			
Original Target Completion Date	12/31/12			

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL CORNICE REPAIR
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Prior Periods	Current Year	Totals	Project Authorization		
				Revised	Adjustments	Original
Revenue and Other Financing Sources:						
State Sources - SDA Grant	\$ 336,040		\$ 336,040	\$ 336,040	\$ 13,600	\$ 322,440
Transfer from Capital Reserve	538,059		538,059	538,059	20,400	517,659
Total Revenue and Other Financing Sources	874,099	\$ -0-	874,099	874,099	34,000	840,099
Expenditures:						
Purchased Professional and Technical Services	77,229		77,229	78,400	34,000	44,400
Construction Services	795,699		795,699	795,699		795,699
Total Expenditures	872,928	-0-	872,928	874,099	34,000	840,099
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ 1,171	\$ -0-	\$ 1,171	\$ -0-	\$ -0-	\$ -0-

Additional Project Information:

Project Number	0410-020-09-1002
Grant Date	04/10/07; 08/06/09
Bond Authorization Date	N/A
Bonds Authorized	\$ -0-
Bonds Issued	\$ -0-
Original Authorized Cost	\$ 840,099
Change Orders	\$ 34,000
Revised Authorized Cost	\$ 874,099
Change Order Percentage	4.05%
Percentage Completion	100.00%
Original Target Completion Date	08/10/10
Revised Target Completion Date	06/30/10

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
BERKELEY SCHOOL DOOR AND HARDWARE REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 34,744		\$ 34,744	\$ 68,631
Transfer from Capital Reserve	94,534		94,534	94,534
Total Revenue and Other Financing Sources	<u>129,278</u>	<u>\$ -0-</u>	<u>129,278</u>	<u>163,165</u>
Expenditures:				
Purchased Professional and Technical Services				25,103
Construction Services	82,600		82,600	138,062
Total Expenditures	<u>82,600</u>	<u>-0-</u>	<u>82,600</u>	<u>163,165</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	<u>\$ 46,678</u>	<u>\$ -0-</u>	<u>\$ 46,678</u>	<u>\$ -0-</u>

Additional Project Information:

Project Number	0410-050-14-1006
Grant Date	01/06/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 163,165
Change Order Percentage	0.00%
Percentage Completion	100.00%
Original Target Completion Date	08/29/14
Revised Target Completion Date	12/09/14

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ENERGY SAVINGS IMPROVEMENT PROGRAM (ESIP)
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Capital Lease Proceeds		\$ 6,350,000	\$ 6,350,000	\$ 6,350,000
Total Revenue and Other Financing Sources	\$ -0-	6,350,000	6,350,000	6,350,000
Expenditures:				
Purchased Professional and Technical Services		322,185	322,185	322,185
Construction Services		1,789,782	1,789,782	6,027,815
Total Expenditures	-0-	2,111,967	2,111,967	6,350,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ -0-	\$ 4,238,033	\$ 4,238,033	\$ -0-
Additional Project Information:				
Project Number		N/A		
Grant Date		N/A		
Bond Authorization Date		N/A		
Bonds Authorized		N/A		
Bonds Issued		N/A		
Original Authorized Cost		\$ 6,350,000		
Change Orders		\$ -0-		
Revised Authorized Cost		\$ 6,350,000		
Change Order Percentage		0.00%		
Percentage Completion		33.26%		
Original Target Completion Date		06/30/19		

PROPRIETARY FUNDS

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				Total
	Major Fund	Non-Major Funds		Total Non-Major Funds	
	Food Service	Summer Arts Program	Innovation Summer Institute		
<u>ASSETS:</u>					
Current Assets:					
Cash and Cash Equivalents	\$ 269,830		\$ 5,261	\$ 5,261	\$ 275,091
Accounts Receivable:					
Interfund:					
Private Purpose Scholarship Trust		\$ 995		995	995
Other Governments:					
Federal	85,334				85,334
State	4,467				4,467
Inventories	34,903				34,903
Total Current Assets	394,534	995	5,261	6,256	400,790
Non-Current Assets:					
Capital Assets	1,123,100				1,123,100
Less: Accumulated Depreciation	(153,434)				(153,434)
Total Non-Current Assets	969,666	-0-	-0-	-0-	969,666
Total Assets	1,364,200	995	5,261	6,256	1,370,456
<u>LIABILITIES:</u>					
Current Liabilities:					
Accounts Payable	1,108	995		995	2,103
Unearned Revenue:					
Donated Commodities	21,328				21,328
Prepaid Sales	14,967				14,967
Total Current Liabilities	37,403	995	-0-	995	38,398
Total Liabilities	37,403	995	-0-	995	38,398
<u>NET POSITION:</u>					
Investment in Capital Assets	969,666				969,666
Unrestricted	357,131		5,261	5,261	362,392
Total Net Position	\$1,326,797	\$ -0-	\$ 5,261	\$ 5,261	\$ 1,332,058

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				Total
	Major Fund	Non-Major Funds		Total Non-Major Funds	
	Food Service	Summer Arts Program	Innovation Summer Institute		
Operating Revenue:					
Charges for Services:					
Daily Sales:					
Reimbursable Programs	\$ 627,497				\$ 627,497
Non-Reimbursable Programs	413,307				413,307
Daily Sales Total	1,040,804				1,040,804
Special Events	3,438				3,438
Program Fees		\$ 30,915	\$ 5,520	\$ 36,435	36,435
Total Operating Revenue	1,044,242	30,915	5,520	36,435	1,080,677
Operating Expenses:					
Cost of Sales:					
Reimbursable Programs	1,077,005				1,077,005
Non-Reimbursable Programs	89,034				89,034
Cost of Sales Total	1,166,039				1,166,039
Salaries	663,747	30,120	6,076	36,196	699,943
Payroll Taxes	89,370				89,370
Employee Benefits	90,578				90,578
Management Fee	60,000				60,000
Supplies and Materials	132,357	795		795	133,152
Depreciation Expense	57,913				57,913
Total Operating Expenses	2,260,004	30,915	6,076	36,991	2,296,995
Operating Income/(Loss)	(1,215,762)	-0-	(556)	(556)	(1,216,318)
Non-Operating Revenue:					
Federal Sources:					
School Breakfast Program	131,931				131,931
National School Lunch Program	1,201,221				1,201,221
U.S.D.A. Commodities	147,689				147,689
State Sources:					
School Lunch Program	27,383				27,383
School Lunch Program - Supplemental	2,774				2,774
Local Sources:					
Interest Income	1,225				1,225
Total Non-Operating Revenue	1,512,223	-0-	-0-	-0-	1,512,223
Change in Net Position Before Capital Contribution	296,461		(556)	(556)	295,905
Capital Contribution	277,850				277,850
Change in Net Position After Capital Contribution	574,311	-0-	(556)	(556)	573,755
Net Position - Beginning of Year	752,486	-0-	5,817	5,817	758,303
Net Position - End of Year	\$ 1,326,797	\$ -0-	\$ 5,261	\$ 5,261	\$ 1,332,058

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				Total
	Major Fund	Non-Major Funds		Total	
	Food Service	Summer Arts Program	Innovation Summer Institute	Non-Major Funds	
Cash Flows from Operating Activities:					
Receipts from Customers	\$ 1,042,585	\$ 30,915	\$ 5,520	\$ 36,435	\$ 1,079,020
Payments to Employees		(30,120)	(6,076)	(36,196)	(36,196)
Payments to Food Service Vendor	(1,994,000)				(1,994,000)
Payments to Suppliers	(65,587)	(795)	(687)	(1,482)	(67,069)
Net Cash Used for Operating Activities	(1,017,002)	-0-	(1,243)	(1,243)	(1,018,245)
Cash Flows from Capital Financing Activities:					
Acquisition of Capital Assets	(439,375)				(439,375)
Net Cash Used for Capital Financing Activities	(439,375)	-0-	-0-	-0-	(439,375)
Cash Flows from Noncapital Financing Activities:					
Federal Sources	1,342,711				1,342,711
State Sources	29,591				29,591
Net Cash Provided by Noncapital Financing Activities	1,372,302	-0-	-0-	-0-	1,372,302
Cash Flows from Investing Activities:					
Interest Revenue	1,225				1,225
Net Cash Provided by Investing Activities	1,225	-0-	-0-	-0-	1,225
Net Decrease in Cash and Cash Equivalents	(82,850)	-0-	(1,243)	(1,243)	(84,093)
Cash and Cash Equivalents, July 1	352,680		6,504	6,504	359,184
Cash and Cash Equivalents, June 30	<u>\$ 269,830</u>	<u>\$ -0-</u>	<u>\$ 5,261</u>	<u>\$ 5,261</u>	<u>\$ 275,091</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:					
Operating Income/(Loss)	\$ (1,215,762)	\$ -0-	\$ (556)	\$ (556)	\$ (1,216,318)
Adjustment to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:					
Depreciation	57,913				57,913
Federal Food Distribution Program	147,689				147,689
Changes in Assets and Liabilities:					
(Increase) in Interfund Receivable		(450)		(450)	(450)
Decrease in Inventory	1,233				1,233
Increase/(Decrease) in Accounts Payable	(5,460)	450	(687)	(237)	(5,697)
(Decrease) in Payable to State Government	(958)				(958)
(Decrease) in Unearned Revenue	(1,657)				(1,657)
Net Cash Used for Operating Activities	<u>\$ (1,017,002)</u>	<u>\$ -0-</u>	<u>\$ (1,243)</u>	<u>\$ (1,243)</u>	<u>\$ (1,018,245)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received and utilized commodities from the Federal Food Distribution Program valued at \$169,017 and \$147,689, respectively, for the fiscal year ended June 30, 2017.

Non-Cash Capital and Related Financing Activities:

The General Fund made a capital contribution of \$277,850 of capital assets to the Food Service Fund.

FIDUCIARY FUNDS

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
FIDUCIARY FUND
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2017

	<u>Agency</u>			<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
	<u>Student Activity</u>	<u>Payroll</u>	<u>Total</u>		
<u>ASSETS:</u>					
Cash and Cash Equivalents	\$ 360,359	\$ 1,070,999	\$ 1,431,358	\$ 784,831	\$ 78,281
Interfund Receivable				29,345	
Total Assets	<u>360,359</u>	<u>1,070,999</u>	<u>1,431,358</u>	<u>814,176</u>	<u>78,281</u>
<u>LIABILITIES:</u>					
Interfund Payable		29,345	29,345		995
Payroll Deductions and Withholdings		1,041,654	1,041,654		
Due to Student Groups	360,359		360,359		
Total Liabilities	<u>360,359</u>	<u>1,070,999</u>	<u>1,431,358</u>	<u>-0-</u>	<u>995</u>
<u>NET POSITION:</u>					
Held in Trust for:					
Unemployment Claims				814,176	
Scholarships					77,286
Total Net Position	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 814,176</u>	<u>\$ 77,286</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
FIDUCIARY FUND
STATEMENT OF CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
ADDITIONS:		
Contributions:		
Plan Member	\$ 93,253	
Donations		\$ 5,441
Total Contributions	<u>93,253</u>	<u>5,441</u>
Investment Earnings:		
Interest		236
Net Investment Earnings		<u>236</u>
Total Additions	<u>93,253</u>	<u>5,677</u>
DEDUCTIONS:		
Quarterly Contribution Reports and Unemployment Claims	84,218	
Scholarships Awarded		14,812
Total Deductions	<u>84,218</u>	<u>14,812</u>
Change in Net Position	9,035	(9,135)
Net Position - Beginning of the Year	<u>805,141</u>	<u>86,421</u>
Net Position - End of the Year	<u>\$ 814,176</u>	<u>\$ 77,286</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2017</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 315,511	\$ 412,410	\$ 367,562	\$ 360,359
Total Assets	<u>\$ 315,511</u>	<u>\$ 412,410</u>	<u>\$ 367,562</u>	<u>\$ 360,359</u>
<u>LIABILITIES:</u>				
Liabilities:				
Interfund Payable	\$ 545		\$ 545	
Due to Student Groups	<u>314,966</u>	<u>\$ 412,410</u>	<u>367,017</u>	<u>\$ 360,359</u>
Total Liabilities	<u>\$ 315,511</u>	<u>\$ 412,410</u>	<u>\$ 367,562</u>	<u>\$ 360,359</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF ACTIVITY

	<u>Balance</u> <u>July 1, 2016</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2017</u>
Senior High School:				
Bloomfield High School	\$ 295,948	\$ 326,624	\$ 281,730	\$ 340,842
Student Athletic Account		79,035	79,035	
Middle School:				
Bloomfield Middle School	1,312	4		1,316
Elementary Schools:				
Berkeley School	356			356
Brookdale School	739			739
Carteret School	3,266			3,266
Demarest School	3,649			3,649
Fairview School	2,697	907	1,814	1,790
Forest Glen School	1,845			1,845
Franklin School	429			429
Oak View School	2,854			2,854
Watsessing School	1,871	5,840	4,438	3,273
Total All Schools	<u>\$ 314,966</u>	<u>\$ 412,410</u>	<u>\$ 367,017</u>	<u>\$ 360,359</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

	<u>Balance</u> <u>June 30, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2017</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 835,728	\$ 61,845,911	\$ 61,610,640	\$ 1,070,999
Total Assets	<u>\$ 835,728</u>	<u>\$ 61,845,911</u>	<u>\$ 61,610,640</u>	<u>\$ 1,070,999</u>
<u>LIABILITIES:</u>				
Interfund Payable:				
General Fund	\$ 19,530		\$ 19,530	
Fiduciary Fund:				
Unemployment Compensation Trust	30,248	\$ 29,345	30,248	\$ 29,345
Payroll Deductions and Withholdings	785,950	61,816,566	61,560,862	1,041,654
Total Liabilities	<u>\$ 835,728</u>	<u>\$ 61,845,911</u>	<u>\$ 61,610,640</u>	<u>\$ 1,070,999</u>

LONG-TERM DEBT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds				Retired/ Matured	Balance June 30, 2017
			Date	Amount	Interest Rate	Balance July 1, 2016		
School Refunding Bonds	06/02/09	\$ 12,180,000	03/01/18	\$ 645,000	4.00%			
			03/01/19	620,000	4.00%	\$ 1,920,000	\$ 1,265,000	
School Refunding Bonds	09/02/11	29,065,000	09/01/17	1,630,000	5.00%			
			09/01/18	1,695,000	4.00%			
			09/01/19	1,760,000	4.00%			
			09/01/20	1,840,000	5.00%			
			09/01/21	1,940,000	5.00%			
			09/01/22	1,995,000	5.00%			
			09/01/23	2,000,000	5.00%			
			09/01/24	2,005,000	4.00%			
			09/01/25	1,990,000	4.00%			
			09/01/26	1,975,000	4.00%			
			09/01/27	1,960,000	4.00%			
		09/01/28	1,935,000	4.00%				
						24,325,000	22,725,000	
						<u>\$ 26,245,000</u>	<u>\$ 23,990,000</u>	

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

<u>Purpose</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2016</u>	<u>Issued</u>	<u>Retired/ Matured</u>	<u>Balance June 30, 2017</u>
Technology Equipment	1.0653%	\$ 741,683	\$ 247,365		\$ 247,365	
Technology Equipment	1.30%	666,230	441,375		219,262	\$ 222,113
Energy Savings Improvement Program	2.652%	6,350,000		\$ 6,350,000		6,350,000
Technology Equipment	1.704%	729,630		729,630		729,630
			<u>\$ 688,740</u>	<u>\$ 7,079,630</u>	<u>\$ 466,627</u>	<u>\$ 7,301,743</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 3,102,594		\$ 3,102,594	\$ 3,102,594	
State Sources:					
Debt Service Aid Type II	184,328		184,328	184,328	
Total Revenues	<u>3,286,922</u>		<u>3,286,922</u>	<u>3,286,922</u>	
EXPENDITURES:					
Regular Debt Service:					
Interest	1,103,850		1,103,850	1,103,850	
Redemption of Principal	2,255,000		2,255,000	2,255,000	
Total Regular Debt Service	<u>3,358,850</u>		<u>3,358,850</u>	<u>3,358,850</u>	
Total Expenditures	<u>3,358,850</u>		<u>3,358,850</u>	<u>3,358,850</u>	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(71,928)		(71,928)	(71,928)	
Fund Balance, July 1	<u>74,907</u>		<u>74,907</u>	<u>74,907</u>	
Fund Balance, June 30	<u>\$ 2,979</u>	<u>\$ -0-</u>	<u>\$ 2,979</u>	<u>\$ 2,979</u>	<u>\$ -0-</u>
<u>Recapitulation of Fund Balance at June 30, 2017:</u>					
Restricted			<u>\$ 2,979</u>		

STATISTICAL SECTION
(UNAUDITED)

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

Exhibit

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

J-1 thru J-5

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

J-10 thru J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
UNAUDITED
(Accrual Basis of Accounting)

	June 30,				
	2008	2009	2010	2011	2012
Governmental Activities:					
Net Investment in Capital Assets	\$ 44,770,573	\$ 45,334,164	\$ 47,315,912	\$ 52,428,846	\$ 60,666,690
Restricted	2,561,056	2,709,038	8,260,137	3,037,175	865,120
Unrestricted/(Deficit)	<u>(22,401,203)</u>	<u>(22,701,763)</u>	<u>(23,776,164)</u>	<u>(2,832,073)</u>	<u>(6,040,962)</u>
Total Governmental Activities Net Position	<u>\$ 24,930,426</u>	<u>\$ 25,341,439</u>	<u>\$ 31,799,885</u>	<u>\$ 52,633,948</u>	<u>\$ 55,490,848</u>
Business-Type Activities:					
Investment in Capital Assets	\$ 11,500	\$ 16,288	\$ 15,064	\$ 13,840	\$ 78,869
Unrestricted	118,127	208,777	204,095	187,037	204,395
Total Business-Type Activities Net Position	<u>\$ 129,627</u>	<u>\$ 225,065</u>	<u>\$ 219,159</u>	<u>\$ 200,877</u>	<u>\$ 283,264</u>
District-wide:					
Net Investment in Capital Assets	\$ 44,782,073	\$ 45,350,452	\$ 47,330,976	\$ 52,442,686	\$ 60,745,559
Restricted	2,561,056	2,709,038	8,260,137	3,037,175	865,120
Unrestricted/(Deficit)	<u>(22,283,076)</u>	<u>(22,492,986)</u>	<u>(23,572,069)</u>	<u>(2,645,036)</u>	<u>(5,836,567)</u>
Total District Net Position	<u>\$ 25,060,053</u>	<u>\$ 25,566,504</u>	<u>\$ 32,019,044</u>	<u>\$ 52,834,825</u>	<u>\$ 55,774,112</u>

	June 30,				
	2013	2014	2015	2016 (Restated)	2017
Governmental Activities:					
Net Investment in Capital Assets	\$ 60,031,950	\$ 61,342,894	\$ 63,776,016	\$ 68,198,454	\$ 64,942,675
Restricted	2,490,180	5,760,970	9,042,935	13,829,780	17,068,920
Unrestricted/(Deficit)	<u>(3,105,874)</u>	<u>(23,806,703)</u>	<u>(20,894,336)</u>	<u>(23,318,467)</u>	<u>(21,248,802)</u>
Total Governmental Activities Net Position	<u>\$ 59,416,256</u>	<u>\$ 43,297,161</u>	<u>\$ 51,924,615</u>	<u>\$ 58,709,767</u>	<u>\$ 60,762,793</u>
Business-Type Activities:					
Investment in Capital Assets	\$ 88,990	\$ 83,792	\$ 77,280	\$ 310,354	\$ 969,666
Unrestricted	184,398	349,014	592,872	447,949	362,392
Total Business-Type Activities Net Position	<u>\$ 273,388</u>	<u>\$ 432,806</u>	<u>\$ 670,152</u>	<u>\$ 758,303</u>	<u>\$ 1,332,058</u>
District-wide:					
Net Investment in Capital Assets	\$ 60,120,940	\$ 61,426,686	\$ 63,853,296	\$ 68,508,808	\$ 65,912,341
Restricted	2,490,180	5,760,970	9,042,935	13,829,780	17,068,920
Unrestricted/(Deficit)	<u>(2,921,476)</u>	<u>(23,457,689)</u>	<u>(20,301,464)</u>	<u>(22,870,518)</u>	<u>(20,886,410)</u>
Total District Net Position	<u>\$ 59,689,644</u>	<u>\$ 43,729,967</u>	<u>\$ 52,594,767</u>	<u>\$ 59,468,070</u>	<u>\$ 62,094,851</u>

Source: Bloomfield Township School District Financial Reports.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED
(Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 35,348,513	\$ 34,593,798	\$ 36,722,399	\$ 33,710,076	\$ 34,115,372	\$ 33,960,024	\$ 39,478,694	\$ 40,340,460	\$ 43,065,514	\$ 49,536,699
Special Education	7,480,093	7,556,218	8,299,766	9,443,200	13,112,003	12,904,747	13,188,293	15,666,132	16,097,895	18,793,871
Other Special Instruction	1,889,684	2,715,708	3,199,512	3,468,866	3,667,694	3,439,282	722,575	996,635	1,438,147	1,467,076
Other Instruction	1,117,813	1,178,014	1,240,460	1,275,954	1,259,667	1,337,156	1,431,763	1,622,373	1,747,473	1,923,582
Support Services:										
Tuition	3,946,673	4,117,006	3,646,662	4,744,949	4,279,268	4,653,002	4,306,683	4,840,904	4,378,257	4,114,054
Student & Instruction Related Services	11,376,793	11,294,256	10,437,226	8,849,533	10,561,145	10,399,200	9,507,437	12,893,396	14,183,152	15,399,494
General Administrative Services	1,786,268	1,792,279	3,390,011	3,671,999	1,524,824	1,680,255	2,799,057	2,040,976	1,905,862	1,980,803
School Administrative Services	5,941,413	6,052,220	6,644,781	5,981,342	6,446,036	6,049,340	6,815,486	7,086,602	7,796,026	8,538,311
Central Services					1,291,750	1,385,109	1,325,042	1,294,968	1,384,862	1,718,899
Administrative Information Technology					1,369,652	1,132,969	1,015,376	1,543,908	1,575,821	1,962,552
Plant Operations and Maintenance	7,653,327	7,263,705	7,346,089	7,679,216	7,156,510	7,998,192	8,576,679	9,415,752	10,083,293	12,330,146
Pupil Transportation	5,003,794	4,420,181	4,779,445	4,782,816	4,697,117	4,883,438	4,717,879	4,956,834	4,623,420	5,221,021
Special Schools	39,833	39,526	44,989							
Charter Schools	26,625	71,332	106,956	83,567	91,358	104,686	178,640	214,522	250,043	256,634
Interest on Long-term Debt	2,090,375	1,785,161	1,697,405	1,586,538	1,689,231	1,373,430	1,292,071	1,222,202	1,145,204	1,142,895
Unallocated Depreciation	3,019,366	2,756,187	1,967,354	1,970,257	1,697,279	2,016,255	2,016,255	2,066,740	1,990,125	2,300,337
Total Governmental Activities Expenses	86,720,570	85,635,591	89,523,055	87,248,313	92,958,906	93,317,085	97,371,930	106,202,404	111,665,094	126,686,374
Business-Type Activities:										
Food Service	2,259,173	2,354,071	2,486,882	2,367,953	2,465,433	2,400,580	1,839,310	1,936,971	2,310,984	2,260,004
Summer Arts Program				33,000		56,500	32,953	35,018	37,401	30,915
Innovation Summer Institute								12,846	13,047	6,076
Total Business-Type Activities Expenses	2,259,173	2,354,071	2,486,882	2,367,953	2,498,433	2,457,080	1,872,263	1,984,835	2,361,432	2,296,995
Total District-Wide Expenses	88,979,743	87,989,662	92,009,937	89,616,266	95,457,339	95,774,165	99,244,193	108,187,239	114,026,526	128,983,369
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction (Tuition)	12,183,965	8,271,856	9,284,499	8,017,243	131,610	248,508	191,242	237,697	398,934	363,328
Operating Grants and Contributions					14,646,833	15,867,734	14,438,975	24,917,818	28,520,372	36,941,762
Total Governmental Activities Program Revenues	12,183,965	8,271,856	9,284,499	8,017,243	14,778,443	16,116,242	14,630,217	25,155,515	28,919,306	37,305,090

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED
(Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Business-Type Activities:										
Charges for Services:										
Food Service and State Grants	\$ 1,753,844	\$ 1,787,861	\$ 1,954,454	\$ 1,851,495	\$ 836,569	\$ 715,140	\$ 791,975	\$ 800,864	\$ 853,994	\$ 1,044,242
Summer Arts Program			33,000			56,500	32,953	35,018	37,401	30,915
Innovation Summer Institute				1,160,877		1,119,265	1,206,753	1,367,499	1,545,278	1,510,998
Operating Grants and Contributions										5,520
Capital Grants and Contributions										277,850
Total Business-Type Activities Revenues	1,753,844	1,787,861	1,954,454	1,851,495	2,030,446	1,890,905	2,031,681	2,222,181	2,449,583	2,869,525
Total District-Wide Program Revenues	13,937,809	10,059,717	11,238,953	9,868,738	16,808,889	18,007,147	16,661,898	27,377,696	31,368,889	40,174,615
Net (Expense)/Revenue:										
Governmental Activities	(74,536,605)	(77,363,735)	(80,238,556)	(79,231,070)	(78,180,463)	(77,200,843)	(82,741,713)	(81,046,889)	(82,745,788)	(89,381,284)
Business-type Activities	(505,329)	(566,210)	(532,428)	(516,458)	(467,987)	(566,175)	159,418	237,346	88,151	572,530
Total District-Wide Net (Expense)/Revenue	(75,041,934)	(77,929,945)	(80,770,984)	(79,747,528)	(78,648,450)	(77,767,018)	(82,582,295)	(80,809,543)	(82,657,637)	(88,808,754)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	52,212,387	54,572,251	56,980,309	60,189,793	59,411,033	60,392,089	66,470,156	67,799,559	69,155,550	70,538,661
Taxes Levied for Debt Service	3,500,300	3,482,421	3,459,024	3,364,042	2,463,315	3,898,817	3,965,623	3,972,834	3,687,274	3,102,594
Restricted Grants and Contributions	11,462		1,735,417	5,950,496						
Unrestricted Grants and Contributions	16,602,241	19,564,529	21,668,514	12,924,191	15,398,990	16,146,139	16,891,209	17,111,512	17,059,883	17,212,839
Tuition	407,599	219,356								
Bonds Authorized but not Issued/Note Payable			2,914,161	(2,914,161)						
Miscellaneous Income	235,199	527,170	465,153	650,071	153,122	58,546	576,982	790,438	526,229	580,216
Transfers	(470,548)	(590,979)	(525,576)	(496,028)	(488,342)	(556,299)	(244,946)			
Total Governmental Activities General Revenues and Other Changes in Net Position	72,498,640	77,774,748	86,697,002	79,668,404	76,938,118	79,939,292	87,659,024	89,674,343	90,428,936	91,434,310
Business-type Activities:										
Miscellaneous	3,338	670	946	979	504					1,225
Transfers	508,448	590,979	525,576	496,028	488,342	556,299				
Total Business-type Activities General Revenues and Other Changes in Net Position	511,786	591,649	526,522	497,007	488,846	556,299				1,225
Total District-Wide General Revenues and Other Changes in Net Position	73,010,426	78,366,397	87,223,524	80,165,411	77,426,964	80,495,591	87,659,024	89,674,343	90,428,936	91,435,535
Change in Net Position:										
Governmental Activities	(2,037,965)	411,013	6,458,446	437,334	(1,242,345)	2,738,449	4,917,311	8,627,454	7,683,148	2,053,026
Business-Type Activities	6,456	25,439	(5,906)	(19,451)	20,859	(9,876)	159,418	237,346	88,151	573,755
Total District-Wide Change in Net Position	\$ (2,031,509)	\$ 436,452	\$ 6,452,540	\$ 417,883	\$ (1,221,486)	\$ 2,728,573	\$ 5,076,729	\$ 8,864,800	\$ 7,771,299	\$ 2,626,781

Source: Bloomfield Township School District Financial Reports.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

	June 30,				
	2008	2009	2010	2011	2012
General Fund:					
Reserved	\$ 444,074	\$ 1,469,007	\$ 2,852,978		
Unreserved/(Deficit)	(237,320)	(528,669)	(457,144)		
Restricted				\$ 1,196,966	\$ 782,682
Assigned				3,228,131	851,078
Unassigned/(Deficit)				(1,785,891)	
Total General Fund	<u>\$ 206,754</u>	<u>\$ 940,338</u>	<u>\$ 2,395,834</u>	<u>\$ 2,639,206</u>	<u>\$ 1,633,760</u>
All Other Governmental Funds:					
Reserved	\$ 1,301,844	\$ 1,102,148	\$ 1,237,713		
Unreserved, Reported in:					
Special Revenue Fund/(Deficit)	(66,749)				
Capital Projects Fund	815,138	137,884	2,840,632		
Debt Service Fund			189,687		
Restricted				\$ 1,711,247	\$ 82,438
Committed				128,962	17,336
Unassigned/(Deficit)					(1,189,030)
Total All Other Governmental Funds	<u>\$ 2,050,233</u>	<u>\$ 1,240,032</u>	<u>\$ 4,268,032</u>	<u>\$ 1,840,209</u>	<u>\$ (1,089,256)</u>
Total Governmental Funds	<u>\$ 2,256,987</u>	<u>\$ 2,180,370</u>	<u>\$ 6,663,866</u>	<u>\$ 4,479,415</u>	<u>\$ 544,504</u>
			June 30,		
	2013	2014	2015	2016	2017
General Fund:					
Restricted	\$ 2,485,164	\$ 5,705,480	\$ 8,928,517	\$ 13,754,873	\$ 17,065,941
Assigned		40,065	861,725	908,261	692,276
Unassigned/(Deficit)	(194,206)			281,574	631,214
Total General Fund	<u>\$ 2,290,958</u>	<u>\$ 5,745,545</u>	<u>\$ 9,790,242</u>	<u>\$ 14,944,708</u>	<u>\$ 18,389,431</u>
All Other Governmental Funds:					
Restricted	\$ 5,016	\$ 55,490	\$ 114,418	\$ 74,907	\$ 2,979
Committed	17,334	419,412	2,913,718	817,268	4,280,070
Unassigned/(Deficit)	(967,061)	(1,140,889)	(506,145)		
Total All Other Governmental Funds	<u>\$ (944,711)</u>	<u>\$ (665,987)</u>	<u>\$ 2,521,991</u>	<u>\$ 892,175</u>	<u>\$ 4,283,049</u>
Total Governmental Funds	<u>\$ 1,346,247</u>	<u>\$ 5,079,558</u>	<u>\$ 12,312,233</u>	<u>\$ 15,836,883</u>	<u>\$ 22,672,480</u>

Source: Bloomfield Township School District Financial Reports.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues:										
Tax Levy	\$ 55,712,687	\$ 58,054,672	\$ 60,439,333	\$ 63,553,835	\$ 61,874,348	\$ 64,290,906	\$ 70,435,779	\$ 71,772,393	\$ 72,842,824	\$ 73,641,255
Tuition Charges	407,599	219,356	212,553	103,034	131,610	248,508	191,242	237,697	398,934	363,328
Interest Earnings	202,658	4								1,430
Miscellaneous	70,440	410,728	162,124	547,036	149,153	111,474	632,809	920,313	613,978	698,779
Local Sources	37,279	55,058	90,474	25,716						
State Sources	26,501,052	24,942,111	24,969,010	23,994,240	26,525,403	29,214,682	28,677,437	29,974,623	31,107,078	33,037,724
Federal Sources	2,259,338	2,839,216	7,719,420	2,871,974	3,512,981	2,746,263	2,596,920	2,753,315	2,695,075	2,923,022
Total Revenues	85,191,053	86,521,145	93,592,914	91,095,835	92,193,495	96,611,833	102,534,187	105,658,341	107,657,889	110,665,538
Expenditures:										
Instruction:										
Regular Instruction	25,736,570	26,441,711	27,736,649	25,097,965	24,332,374	24,593,834	25,990,938	26,027,064	26,970,319	28,462,432
Special Education Instruction	5,344,609	5,586,372	6,038,735	6,943,570	9,480,844	9,494,261	8,925,200	10,197,967	10,114,143	10,913,024
Other Special Instruction	1,331,222	2,005,813	2,327,456	2,533,148	2,566,817	2,460,712	472,987	628,334	868,179	822,283
Other Instruction	837,501	924,740	949,506	993,275	1,003,584	1,028,389	1,016,184	1,137,319	1,192,509	1,240,170
Support Services:										
Tuition	3,946,673	4,117,006	3,646,662	4,744,949	4,279,268	4,653,002	4,306,683	4,840,904	4,378,257	4,114,054
Student & Instruction Related Services	8,367,994	8,709,668	8,011,845	7,911,056	8,143,401	8,102,992	7,284,893	9,036,417	9,703,005	9,957,090
General Administrative Services	1,154,905	1,258,939	3,081,239	4,410,642	1,409,551	1,517,748	2,601,340	1,736,558	1,674,245	1,533,410
Other Administrative Services	4,436,333	4,832,605	4,839,441	3,364,036	4,528,055	4,592,697	4,515,211	4,462,186	4,749,888	4,876,097
School Administrative Services					988,887	997,365	891,145	837,583	857,456	1,033,023
Central Services					1,191,132	956,409	773,663	1,117,727	1,074,172	1,457,047
Administrative Information Technology					5,922,623	6,591,658	6,578,537	7,028,158	7,595,315	9,359,276
Plant Operations and Maintenance	6,378,713	6,156,193	6,157,068	6,728,344	3,931,400	3,996,588	3,602,849	3,697,330	3,492,417	3,786,865
Pupil Transportation	4,409,235	3,888,719	4,156,311	4,104,291	3,931,400	3,996,588	3,602,849	3,697,330	3,492,417	3,786,865
Unallocated Benefits	19,196,770	16,822,188	19,287,775	18,492,030	21,440,300	21,861,828	26,275,850	22,238,437	23,370,129	24,787,108
Special Schools	29,108	30,082	33,251							
Charter Schools	26,625	71,332	106,956	83,567	91,358	104,686	178,640	214,522	250,043	256,634
Capital Outlay	1,682,171	1,372,800	1,422,719	1,552,610	2,619,841	718,748	1,603,788	2,452,275	5,096,516	4,952,208
Debt Service	3,956,265	3,788,615	3,702,389	3,673,063						
Debt Service:										
Principal					2,660,365	2,774,795	2,790,000	2,855,000	2,739,000	2,255,000
Interest and Other Charges					1,672,037	1,417,874	1,334,297	1,259,665	1,182,876	1,103,850
Total Expenditures	86,834,694	86,006,783	91,498,002	90,632,546	96,261,837	95,863,586	99,142,205	99,767,446	105,308,469	110,909,571

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (1,643,641)	\$ 514,362	\$ 2,094,912	\$ 463,289	\$ (4,068,342)	\$ 748,247	\$ 3,391,982	\$ 5,890,895	\$ 2,349,420	\$ (244,033)
Other Financing Sources (Uses):										
Proceeds from Borrowing			2,914,160							
Notes Funded by Budget Appropriation					610,365	609,795	585,000	600,000	509,000	
Premium on Temporary Note					11,408		1,275	97		
Refunding Bonds Issuance Costs										
Capital Leases (non-budgeted)								741,683	666,230	729,630
Capital Lease Proceeds										6,350,000
Transfers In	518,762		126,813		421,442		368,609	2,884,547	1,723,692	344,250
Transfers Out	(1,027,210)	(590,979)	(652,389)	(3,410,188)	(909,784)	(556,299)	(613,555)	(2,884,547)	(1,723,692)	(344,250)
Total Other Financing Sources (Uses)	(508,448)	(590,979)	2,388,584	(3,410,188)	133,431	53,496	341,329	1,341,780	1,175,230	7,079,630
Net Change in Fund Balances	\$ (2,152,089)	\$ (76,617)	\$ 4,483,496	\$ (2,946,899)	\$ (3,934,911)	\$ 801,743	\$ 3,733,311	\$ 7,232,675	\$ 3,524,650	\$ 6,835,597
Debt Service as a Percentage of Noncapital Expenditures	4.65%	4.48%	4.11%	4.12%	4.63%	4.41%	4.23%	4.23%	3.90%	3.14%

Source: Bloomfield Township School District Financial Reports.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Other</u>	<u>Total</u>
2008	\$ 189,016	\$ 407,599	\$ 32,541	\$ 629,156
2009	153,900		56,268	210,168
2010	31,473		26,914	58,387
2011	73,276	103,034		176,310
2012	21,147	131,610	116,047	268,804
2013		248,508	58,546	307,054
2014		191,242	576,982 a	768,224
2015		237,697	790,438 b	1,028,135
2016		398,934	526,229 c	925,163
2017	62,089	363,328	516,697 d	942,114

a - Includes \$145,463 of E-rate reimbursements and the return of \$333,767 which had been held by the District's previous health benefit carrier.

b - Includes \$362,603 of E-rate reimbursements and \$167,822 of prior year accounts payable canceled.

c - Includes \$360,602 of E-rate reimbursements and \$19,550 of prior year accounts payable canceled.

d - Includes \$374,360 of E-rate reimbursements and \$12,766 of prior year accounts payable canceled.

Source: Bloomfield Township School District Records.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Farm (Qualified)	Commercial	Industrial	Apartment	Total Assessed Value	Add: Public Utilities ^a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2007	\$ 9,879,000	\$ 1,636,108,400	\$ -	\$ -	\$ 291,284,000	\$ 33,789,600	\$ 108,657,500	\$ 2,079,718,500	\$ 2,835,200	\$ 2,082,553,700	\$ 210,838,000	\$ 2.5800	\$ 4,919,325,154
2008	9,275,900	1,639,810,200	-	-	286,204,100	33,682,200	110,326,600	2,079,299,000	2,717,600	2,082,016,600	208,422,100	2.7300	5,270,466,086
2009	8,305,700	1,644,649,700	-	-	281,194,500	31,378,700	106,891,500	2,072,420,100	3,035,200	2,075,455,300	210,823,900	2.8600	5,284,685,279
2010 *	15,465,300	3,458,290,000	-	-	594,964,200	64,442,000	223,419,600	4,356,581,100	7,436,700	4,364,017,800	432,357,600	1.4200	5,152,499,771
2011	14,322,300	3,345,486,300	-	-	597,276,100	63,317,000	224,588,900	4,244,990,600	7,032,700	4,252,023,300	436,628,900	1.4800	4,797,547,917
2012	33,502,200	3,269,570,800	-	-	574,761,400	62,525,400	222,986,800	4,163,346,600	7,268,287	4,170,614,887	431,413,100	1.5130	4,335,918,127
2013	35,376,200	3,230,142,600	-	-	573,393,700	58,349,900	222,443,900	4,119,706,300	6,906,100	4,126,612,400	429,011,200	1.6330	4,324,990,886
2014	38,379,000	3,180,262,900	-	-	569,557,900	49,702,400	235,321,400	4,073,223,600	7,072,456	4,080,296,056	433,042,600	1.7430	4,291,827,168
2015	33,770,800	3,160,383,800	-	-	567,423,900	46,432,200	230,141,000	4,038,151,700	6,739,700	4,044,891,400	449,492,300	1.7870	4,281,009,189
2016	29,082,300	3,154,490,600	-	-	562,864,500	32,088,700	246,027,000	4,024,553,100	6,989,100	4,031,542,200	449,492,300	1.8170	4,258,122,509

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

* A Revaluation of Real Property was effective in this year.

^a - Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

^b - Tax rates are per \$100 of assessed value.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(Rate per \$100 of Assessed Value)

Year Ended December 31,	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Township of Bloomfield	Essex County	
2007	\$ 2.4171	\$ 0.1629	\$ 2.580	\$ 1.950	\$ 0.920	\$ 5.450
2008	2.5585	0.1715	2.730	2.170	0.990	5.890
2009	2.6884	0.1716	2.860	2.250	0.990	6.100
2010*	1.3387	0.0813	1.420	1.170	0.480	3.070
2011	1.4017	0.0783	1.480	1.249	0.495	3.224
2012	1.4528	0.0602	1.513	1.361	0.500	3.374
2013	1.5340	0.0990	1.633	1.419	0.516	3.568
2014	1.6449	0.0981	1.743	1.463	0.549	3.755
2015	1.6881	0.0989	1.787	1.487	0.551	3.825
2016	1.7250	0.0920	1.817	1.494	0.549	3.860

* - A Revaluation of Real Property was effective in this year.

a - The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

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

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2016			2007		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Forest Hill Properties	\$ 48,934,700	1	1.21%	\$ 24,247,600	1	1.16%
BR/Prism Central Park	46,615,200	2	1.16%	20,558,000	2	0.99%
1515 Broad St. LLC.	26,033,800	3	0.65%	9,801,400	5	0.47%
Bloomfield Condo Assoc.	25,857,900	4	0.64%			
Troy Towers	23,500,000	5	0.58%	13,500,000	3	0.65%
MCB Bloomfield, LLC	16,065,200	6	0.40%			
Newels Development	13,197,400	7	0.33%	12,007,300	4	0.58%
Bloomfield Plaza Assoc.	11,710,800	8	0.29%			
DCH Investments, LLC	11,461,800	9	0.28%			
Shop-Rite	11,094,800	10	0.28%	7,610,500	9	0.37%
Hammer & Associates				7,632,700	8	0.37%
Leonard Stern/Hartz Mountain				9,394,600	6	0.45%
Bloomfield Developers				7,641,600	7	0.37%
Upper Montclair Country Club				6,126,600	10	0.29%
Total	<u>\$234,471,600</u>		<u>5.82%</u>	<u>\$118,520,300</u>		<u>5.70%</u>

NOTE - A Revaluation of Real Property was effective in 2010.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2008	\$ 55,712,687	\$ 55,712,687	100.00%	\$ -0-
2009	54,572,251	54,572,251	100.00%	-0-
2010	60,439,333	60,439,333	100.00%	-0-
2011	63,553,835	63,553,835	100.00%	-0-
2012	61,874,348	61,874,348	100.00%	-0-
2013	64,290,906	64,290,906	100.00%	-0-
2014	70,435,779	70,435,779	100.00%	-0-
2015	71,772,393	71,772,393	100.00%	-0-
2016	72,842,824	72,842,824	100.00%	-0-
2017	73,641,255	73,641,255	100.00%	-0-

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

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

BLOOMFIELD TOWNSHIP 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 ^a	
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	School Facilities Loans	Capital Leases	Total District	Income ^a	Per Capita ^a	
2008	\$ 43,168,000	\$ -0-	\$ 436,921	\$ -0-	\$ -0-	\$ -0-	\$ 43,604,921	1.88%	\$ 998	
2009	41,220,000	-0-	496,383	-0-	-0-	-0-	41,716,383	1.86%	953	
2010	39,190,000	-0-	226,887	-0-	-0-	-0-	39,416,887	1.59%	832	
2011	37,195,000	-0-	265,948	2,914,160	-0-	-0-	40,375,108	1.54%	848	
2012	35,100,000	-0-	108,357	2,303,795	-0-	-0-	37,512,152	1.42%	789	
2013	32,935,000	-0-	-0-	1,694,000	-0-	-0-	34,629,000	1.31%	729	
2014	30,730,000	-0-	-0-	1,109,000	-0-	-0-	31,839,000	1.20%	666	
2015	28,475,000	-0-	492,122	509,000	-0-	-0-	29,476,122	1.05%	615	
2016	26,245,000	-0-	688,740	-0-	-0-	-0-	26,933,740	0.93%	558	
2017	23,990,000	-0-	7,301,743	-0-	-0-	-0-	31,291,743	1.07%	645	

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

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation Taxable ^a	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2008	\$ 43,168,000	\$ -0-	\$ 43,168,000	2.073%	\$ 988
2009	41,220,000	-0-	41,220,000	1.986%	942
2010	39,190,000	-0-	39,190,000	0.898%	827
2011	37,195,000	-0-	37,195,000	0.875%	782
2012	35,100,000	-0-	35,100,000	0.825%	738
2013	32,935,000	-0-	32,935,000	0.790%	693
2014	30,730,000	-0-	30,730,000	0.745%	643
2015	28,475,000	-0-	28,475,000	0.698%	594
2016	26,245,000	-0-	26,245,000	0.649%	544
2017	23,990,000	-0-	23,990,000	0.595%	494

a - See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

b - See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2016
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Bloomfield Township	\$ 66,690,871	100.00%	\$ 66,690,871
Essex County General Obligation Debt	489,730,689	5.08%	<u>24,887,219</u>
Subtotal, Overlapping Debt			91,578,090
Bloomfield Township School District Direct Debt			<u>24,645,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 116,223,090</u></u>

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

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

Sources: Assessed value data used to estimate applicable percentages provided by the Essex County Board of Taxation; debt outstanding data provided by each governmental unit.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2017

Year Ended December 31,	Equalized Valuation Basis
2014	\$ 4,279,495,272
2015	4,239,576,225
2016	4,336,802,909
	<u>\$ 12,855,874,406</u>
Average Equalized Valuation of Taxable Property	<u>\$ 4,285,291,469</u>
Debt Limit (4% of Average Equalization Value) ^a	\$ 171,411,659
Net Bonded School Debt	<u>23,990,000</u>
Legal Debt Margin	<u>\$ 147,421,659</u>

	Fiscal Year				
	2008	2009	2010	2011	2012
Debt Limit	\$ 191,703,664	\$ 204,838,025	\$ 207,760,970	\$ 203,117,629	\$ 193,673,392
Total Net Debt Applicable to Limit	43,118,000	41,220,000	39,190,000	37,195,000	35,100,000
Legal Debt Margin	<u>\$ 148,585,664</u>	<u>\$ 163,618,025</u>	<u>\$ 168,570,970</u>	<u>\$ 165,922,629</u>	<u>\$ 158,573,392</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	22.49%	20.12%	18.86%	18.31%	18.12%

	Fiscal Year				
	2013	2014	2015	2016	2017
Debt Limit	\$ 183,341,818	\$ 175,703,878	\$ 172,144,907	\$ 170,961,150	\$ 171,411,659
Total Net Debt Applicable to Limit	32,935,000	30,730,000	28,475,000	26,245,000	23,990,000
Legal Debt Margin	<u>\$ 150,406,818</u>	<u>\$ 144,973,878</u>	<u>\$ 143,669,907</u>	<u>\$ 144,716,150</u>	<u>\$ 147,421,659</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	17.96%	17.49%	16.54%	15.35%	14.00%

a - Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts.

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey,
Department of Treasury, Division of Taxation.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS
UNAUDITED

<u>Year</u>	<u>Population ^a</u>	<u>Essex County Per Capita Personal Income ^b</u>	<u>Personal Income ^c</u>	<u>Township Unemployment Rate ^d</u>
2007	43,992	\$ 51,568	\$ 2,268,579,456	4.2%
2008	43,682	53,136	2,321,086,752	5.4%
2009	43,758	51,288	2,244,260,304	9.5%
2010	47,372	52,324	2,478,692,528	9.5%
2011	47,585	55,014	2,617,841,190	8.9%
2012	47,534	55,404	2,633,573,736	8.8%
2013	47,786	55,692	2,661,297,912	7.9%
2014	47,958	58,319	2,796,862,602	6.7%
2015	48,276	60,030	2,898,008,280	5.6%
2016	48,539	60,030 *	2,913,796,170 *	5.1%

* - Latest Essex County per capita personal income (2015) and population data available was used for calculation purposes.

Source:

- a** - Population information provided by the US Department of Census - Population Division.
- b** - Per Capita Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
- c** - Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
- d** - Unemployment data provided by the NJ Department of Labor and Workforce Development.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - COUNTY OF ESSEX
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Employer	2015		
	Employees	Rank	Percentage of Total Employment
St. Barnabas Health Care System	23,000	1	6.56%
Verizon	17,100	2	4.88%
Prudential Ins. Co. of America	16,850	3	4.81%
Rutgers University-Newark Campus	15,500	4	4.42%
Continental Airlines	11,000	5	3.14%
Newark Board of Education	7,050	6	2.01%
Automatic Data Processing	5,649	7	1.61%
New Jersey Transit	4,000	8	1.14%
City of Newark	4,000	9	1.14%
Essex County	3,500	10	1.00%
	<u>107,649</u>		<u>30.72%</u>

Total Employment

350,404

Employer	2006		
	Employees	Rank (Optional)	Percentage of Total Employment
St. Barnabas Health Care System	22,300	1	6.36%
Verizon	18,148	2	5.18%
Prudential Ins. Co. of America	17,487	3	4.99%
Continental Airlines	11,200	4	3.20%
PSE&G	11,000	5	3.14%
Ricoh Corporation	5,500	6	1.57%
Automatic Data Processing	5,300	7	1.51%
Horizon Blue Cross/Blue Shield	4,735	8	1.35%
Essex County	4,500	9	1.28%
UMDNJ University Hospital	2,730	10	0.78%
	<u>102,900</u>		<u>29.37%</u>

Total Employment

343,012

Source: Essex County Economic Development Corporation

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Instruction:					
Regular	485	487	476	530	532
Special Education/Other Special Instruction	83	55	57	64	66
Support Services:					
Health Services	16	16	15	15	14
Administration Information Technology	4	4	4	7	6.5
General Administrative Services	5	6	5	5	5
Related Services	4	4	2	6	6
Guidance-Professional/Support	26	26	25	30	30
Child Study Team/Support	31	33	33	35.5	35.5
Supervisors	13	10	11		
Plant Operations and Maintenance	76	71	70	53	69
Pupil Transportation	40	40	40	42	46
Central Services	16	12	8	11	11
Media Services Technology	8	16	16	10	10
Principals/School Administrative	48	47	45	16	62
Total	855	827	807	824.5	893
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<u>Function/Program</u>					
Instruction:					
Regular	542	558	563	571	571
Special Education/Other Special Instruction	67	67	67	67	67
Support Services:					
Health Services	13	13	14	13	13
Administration Information Technology	6	6	6	9	11
General Administrative Services	5	5	5	5	5
Related Services	8	8	8	0	0
Guidance-Professional/Support	32	32	32	29	27
Child Study Team/Support	33	33	33	30	28
Supervisors					11
Plant Operations and Maintenance	70	70	70	56	56
Pupil Transportation	73	60	59	72	68
Central Services	13	13	13	10	12
Media Services Technology	11	11	11	12	12
Principals/School Administrative	48	48	48	48	47
Total	921	924	929	922	928

Source: Bloomfield Township School District Personnel Records.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Pupil/Teacher Ratio

Fiscal Year	Fiscal Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Teaching Staff ^d	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^e	Average Daily Attendance (ADA) ^e	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2008	5,836	\$ 81,196,258	\$ 13,913	9.08%	513	14:1	14:1	10:1	5,836	5,518	-2.11%	94.55%
2009	5,921	80,845,368	13,654	-1.86%	501	14:1	14:1	10:1	5,930	5,551	1.61%	93.61%
2010	5,934	86,372,894	14,556	6.60%	533	14:1	14:1	10:1	5,934	5,564	0.07%	93.76%
2011	5,938	85,406,873	14,383	-1.19%	530	14:1	14:1	10:1	5,976	*	0.71%	*
2012	6,174	89,309,594	14,465	0.57%	553	14:1	14:1	10:1	5,822	5,489	-2.58%	94.28%
2013	6,194	90,952,169	14,684	1.51%	542	14:1	14:1	10:1	6,183	5,842	6.20%	94.48%
2014	6,208	93,414,120	15,047	2.48%	558	14:1	14:1	10:1	6,176	5,839	-0.11%	94.55%
2015	6,299	93,200,506	14,796	-1.67%	563	14:1	14:1	10:1	6,299	5,983	1.99%	94.99%
2016	6,515	96,290,077	14,780	-1.78%	561	14:1	14:1	10:1	6,221	5,922	0.73%	95.20%
2017	6,436	102,598,513	15,941	7.74%	561	14:1	14:1	10:1	6,499	6,036	3.18%	92.88%

* Data not provided by the school district

- a - Enrollment is obtained from October 15 Enrollment Summary, including students placed out of district.
- b - Operating expenditures equal total expenditures less debt service and capital outlay.
- c - Cost per pupil is calculated based upon enrollment and operating expenditures as presented and may not be the same as other (State) cost per pupil calculations.
- d - Teaching staff includes only full-time equivalents of certificated staff.
- e - Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Source: Bloomfield Township School District records.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

<u>District Building</u>	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<u>Elementary Schools:</u>										
<u>Berkeley</u>										
Square Feet	62,805	62,805	62,805	62,805	62,805	62,805	72,280	72,280	72,280	72,280
Capacity (students)	300	300	300	300	400	400	400	464	464	464
Enrollment	434	458	*	*	403	417	460	438	470	441
<u>Brookdale</u>										
Square Feet	53,952	53,952	53,952	53,952	53,952	53,952	54,480	54,480	54,480	54,480
Capacity (students)	300	300	300	300	350	350	350	332	332	332
Enrollment	290	282	*	*	354	356	352	368	398	351
<u>Carteret</u>										
Square Feet	54,867	54,867	54,867	54,867	54,867	54,867	61,120	61,120	61,120	61,120
Capacity (students)	300	300	300	300	450	450	450	410	410	410
Enrollment	419	414	*	*	427	445	447	454	460	420
<u>Demarest</u>										
Square Feet	61,061	61,061	61,061	61,061	61,061	61,061	72,260	72,260	72,260	72,260
Capacity (students)	300	300	300	300	500	500	500	412	412	412
Enrollment	456	468	*	*	486	486	502	511	573	528
<u>Fairview</u>										
Square Feet	50,264	50,264	50,264	50,264	50,264	50,264	57,950	57,950	57,950	57,950
Capacity (students)	300	300	300	300	450	450	450	502	502	502
Enrollment	478	477	*	*	522	512	533	538	600	564
<u>Forest Glen</u>										
Square Feet	28,539	28,539	28,539	28,539	28,539	28,539	30,120	30,120	30,120	13,120
Capacity (students)	50	50	50	50	80	80	80	80	80	80
Enrollment	28	41	*	*	31	20	29	92	172	126
<u>Franklin</u>										
Square Feet	28,070	28,070	28,070	28,070	28,070	28,070	40,510	40,510	40,510	40,510
Capacity (students)	300	300	300	300	380	380	380	344	344	344
Enrollment	360	370	*	*	398	377	367	341	362	334

* - Data was not provided by School District

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

<u>District Building</u>	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<u>Oak View</u>										
Square Feet	41,255	41,255	41,255	41,255	41,255	41,255	53,870	53,870	53,870	53,870
Capacity (students)	300	300	300	300	400	400	400	398	398	398
Enrollment	344	348	*	*	363	369	366	368	418	377
<u>Watsessing</u>										
Square Feet	56,153	56,153	56,153	56,153	56,153	56,153	63,627	63,627	63,627	63,627
Capacity (students)	300	300	300	300	400	400	400	297	298	298
Enrollment	290	305	*	*	314	325	335	290	334	326
<u>Middle School:</u>										
Square Feet	99,032	99,032	99,032	99,032	99,032	99,032	153,380	153,380	153,380	153,380
Capacity (students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	930	908	*	*	934	880	916	936	905	931
<u>High School:</u>										
Square Feet	160,000	160,000	160,000	160,000	435,150	435,150	435,150	435,150	435,150	435,150
Capacity (students)	2,200	2,200	2,200	2,200	2,400	2,400	2,400	2,400	2,400	2,400
Enrollment	1,807	1,846	*	*	1,787	1,945	1,901	1,963	1,823	1,962

Number of Schools at June 30, 2017

Elementary School = 9

Middle School = 1

High School = 1

* - Data was not provided by School District

Source: Bloomfield Township School District.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance
For School Facilities - Account #11-000-261-XXX:

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
High School	N/A	\$ 216,657	\$ 167,092	\$ 239,635	\$ 256,171	\$ 160,742
Middle School	N/A	89,465	89,108	138,987	148,577	110,533
Berkeley	N/A	75,263	109,899	73,363	78,425	132,297
Brookdale	N/A	83,541	89,398	88,847	94,978	70,890
Carteret	N/A	75,617	74,325	99,648	106,524	78,126
Demarest	N/A	102,859	86,324	78,634	84,060	112,082
Fairview	N/A	89,544	87,345	73,393	78,457	109,236
Forest Glen	N/A	55,412	69,134	95,682	102,284	173,779
Franklin	N/A	81,579	85,328	80,283	85,823	96,133
Oak View	N/A	105,787	87,883	77,242	82,572	69,934
Watsessing	N/A	92,656	83,901	66,907	71,524	78,325
Administration Building	N/A	69,817	70,550	67,694	72,365	71,766
Service Center	N/A	43,656	120,962	111,860	119,579	91,328
Total School Facilities		<u>1,181,853</u>	<u>1,221,249</u>	<u>1,292,175</u>	<u>1,381,339</u>	<u>1,355,171</u>
Grand Total		<u>\$ 1,181,853</u>	<u>\$ 1,221,249</u>	<u>\$ 1,292,175</u>	<u>\$ 1,381,339</u>	<u>\$ 1,372,453</u>

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
High School	N/A	\$ 534,738	\$ 374,326	\$ 482,533	\$ 642,090	\$ 1,019,733
Middle School	N/A	84,637	144,424	224,251	410,073	1,133,241
Berkeley	N/A	284,624	71,935	99,406	124,316	209,047
Brookdale	N/A	113,171	42,898	51,032	179,092	234,706
Carteret	N/A	59,727	48,634	75,532	160,730	247,104
Demarest	N/A	90,620	74,574	85,664	73,390	155,015
Fairview	N/A	86,271	61,918	72,100	56,572	133,073
Forest Glen	N/A	32,108	66,321	63,551	38,403	132,368
Franklin	N/A	34,949	52,926	77,161	163,948	223,121
Oak View	N/A	36,700	53,639	63,787	98,174	155,033
Watsessing	N/A	41,307	56,655	86,068	76,565	131,387
Administration Building	N/A	16,633	15,084	37,144	25,960	26,581
Service Center	N/A	111,208	19,926	24,000	45,712	54,092
Total School Facilities		<u>1,526,693</u>	<u>1,083,260</u>	<u>1,442,229</u>	<u>2,095,025</u>	<u>3,854,501</u>
Other Facilities	N/A	<u>34,293</u>				<u>17,161</u>
Grand Total		<u>\$ 1,560,986</u>	<u>\$ 1,083,260</u>	<u>\$ 1,442,229</u>	<u>\$ 2,095,025</u>	<u>\$ 3,871,662</u>

N/A - Not Applicable.

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2017
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
NJSIG:		
Property Blanket Building and Contents	\$ 450,000,000	\$ 5,000
Equipment Breakdown	100,000,000	5,000
Electronic Data Processing	1,000,000	1,000
General Liability:		
Bodily Injury & Property Damage	31,000,000	
Sexual Abuse	17,000,000	
Personal Injury	31,000,000	
Employee Benefits Liability	31,000,000	1,000
Medical Payments	5,000	
Automotive Coverage:		
Liability	31,000,000	
Physical Damage:		
Symbol 7 Comprehensive		1,000
Collision		1,000
Crime Coverage:		
Public Employee Dishonesty	1,000,000	1,000
Theft, Disappearance and Destruction (Inside and Out)	100,000	500
Theft, Disappearance and Destruction (Money Orders & Counterfeit Paper Currency)	100,000	500
Forgery or Alteration	100,000	500
Computer Fraud	100,000	500
Commercial Flood: 3300 John F. Kennedy Dr. N		
Building	500,000	5,000
Contents	41,000	5,000
Commercial Flood: 71 Prospect Street		
Building	500,000	25,000
Contents	105,000	25,000
Fidelity Bonds:		
School Business Administrator/Board Secretary	500,000	1,000
Treasurer	405,000	1,000
Diploma Joint Insurance Fund:		
Workers' Compensation	Statutory	

Source: Bloomfield Township School District records.

SINGLE AUDIT SECTION



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Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

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

We have audited, in accordance with the 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 the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Bloomfield Township School District, in the County of Essex (the "District") as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 31, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of the 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.

The Honorable President and Members
of the Board of Education
Bloomfield Township School District
Page 2

Compliance and Other Matters

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

Purpose of this Report

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

Mount Arlington, New Jersey
October 31, 2017

NISIVOCCIA LLP



William F. Schroeder
Licensed Public School Accountant #2112
Certified Public Accountant



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Report on Compliance For Each Major Federal and State Program;
Report on Internal Control Over Compliance

Independent Auditors' Report

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

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Bloomfield Township School District (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2017. The District's major federal and state programs are identified in the summary of auditors' 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.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the 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; the audit requirements 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 New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

The Honorable President and Members
of the Board of Education
Bloomfield Township School District
Page 2

Opinion on Each Major Federal and State Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2017.

Report on Internal Control Over Compliance

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

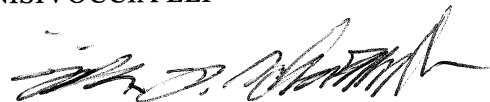
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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 or NJOMB 15-08. Accordingly, this report is not suitable for any other purpose.

Mount Arlington, New Jersey
October 31, 2017

NISIVOCCIA LLP



William F. Schroeder
Licensed Public School Accountant #2112
Certified Public Accountant

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Federal CFDA Number	Grant or State Project Number	Grant Period From	Grant Period To	Program or Award Amount	Balance at June 30, 2016		Due to Grantor	Cash Received	Budgetary Encumbrances Canceled	Prior Year Encumbrances	Repayment of Prior Years' Balances	Adjustment	Balance at June 30, 2017		Amount Provided to Subrecipients	
					Unearned Revenue/(Accounts Receivable)	Unearned Revenue										
U.S. Department of Education:																
Passed-through State Department of Education:																
Special Revenue Fund:																
Special Education Cluster:																
	IDEA-0410-17	7/1/16	6/30/17	\$ 1,564,751			\$ 1,379,087	\$ (1,564,751)	\$ 14,927	\$ (1,225)	\$ 370,440		\$ 184,776			
84.027	IDEA-0410-16	7/1/15	6/30/16	1,795,857			883,315									
84.027	IDEA-0410-14	7/1/13	6/30/14	1,565,992												
84.173	IDEA-0410-17	7/1/16	6/30/17	47,424				(47,424)								
84.173	IDEA-0410-16	7/1/15	6/30/16	46,587			40,157									
					(567,959)		2,302,559	(1,612,175)	14,927	(1,225)			(47,424)	184,776		
Subtotal Special Education Cluster																
No Child Left Behind:																
Title I																
84.010	NCLB-0410-17	7/1/16	6/30/17	1,087,020			645,048	(988,230)	2,536	(3,031)			(343,182)			
84.010	NCLB-0410-16	7/1/15	6/30/16	1,080,221			545,328									
84.010	NCLB-0410-14	7/1/13	6/30/14	647,900												
84.367A	NCLB-0410-17	7/1/16	6/30/17	153,642			37,932	(84,515)					(46,583)			
84.367A	NCLB-0410-16	7/1/15	6/30/16	174,253			102,595									
84.367A	NCLB-0410-14	7/1/13	6/30/14	120,364												
84.365A	NCLB-0410-17	7/1/16	6/30/17	79,325			28,579	(61,062)					(32,483)			
84.365A	NCLB-0410-16	7/1/15	6/30/16	73,030			34,901						(18,963)			
84.365A	NCLB-0410-17	7/1/16	6/30/17	39,286			14,479	(33,442)								
84.186A	NCLB-0410-12	9/1/11	8/31/12													
84.186A	NCLB-0410-11	9/1/10	8/31/11	2,317												
84.048A	PERK-0410-17	7/1/16	6/30/17	39,686			16,660	(38,686)					(22,026)			
84.048A	PERK-0410-16	7/1/15	6/30/16	41,525			24,544									
84.048A	PERK-0410-15	7/1/14	6/30/15	52,901					520							\$ 5,696
84.294A	U215K100268	9/1/10	8/31/14	300,000												3,507
Total Special Revenue Fund																
					(1,282,106)		3,752,625	(2,818,110)	18,496	(4,556)		3,210	(510,661)	184,776		9,203
Total U.S. Department of Education																
U.S. Department of Health and Human Services -																
Passed-through State Department of Human Services:																
Medicaid Cluster:																
93.778	Medical Assistance Program (SEMI)	7/1/16	6/30/17	147,007			147,007	(147,007)								
93.778	Medical Assistance Program (SEMI)	7/1/15	6/30/16	92,404			4,052									
93.778	Medical Assistance Program (SEMI/ARRA)	4/1/09	12/31/09	8,716			8,716	(8,716)								
Total General Fund/Medicaid Cluster																
					(4,052)		159,775	(155,723)								
Total U.S. Department of Health and Human Services																
					(4,052)		159,775	(155,723)								
N/A - Not Available/Applicable																

**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Federal CFDA Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2016		Cash Received	Budgetary Expenditures	Prior Year Encum- brances Canceled	Repayment of Prior Years' Balances	Adjustment	Balance at June 30, 2017		Amount Provided to Subrecipients	
		From	To		Unearned Revenue/ (Accounts Receivable)	Due to Grantor						(Accounts Receivable)	Unearned Revenue		
U.S. Department of Agriculture - Passed-through															
State Department of Agriculture:															
Child Nutrition Cluster:															
10.553	N/A	7/1/16	6/30/17	\$ 131,931			\$ 120,678	\$ (131,931)				\$ (11,253)			
		7/1/15	6/30/16	132,170			12,119								
10.553	N/A	7/1/16	6/30/17	1,201,221			1,127,140	(1,201,221)				(74,081)			
10.555	N/A	7/1/15	6/30/16	1,207,073			82,774			\$ (953)					
10.555	N/A	7/1/16	6/30/17	169,017			169,017	(147,689)				\$ 21,328			
							1,511,728	(1,480,841)		(953)		(85,334)	21,328		
							1,511,728	(1,480,841)		(953)		(85,334)	21,328		
Total U.S. Department of Agriculture							\$ 5,424,128	\$ (4,454,674)	\$ 18,496	\$ (5,509)	\$ 3,210	\$ (595,995)	\$ 206,104	\$ 9,203	\$ -0-
TOTAL FEDERAL AWARDS							\$ 14,712	\$ 4,454,674	\$ 18,496	\$ (5,509)	\$ 3,210	\$ (595,995)	\$ 206,104	\$ 9,203	\$ -0-

N/A - Not Available/Applicable

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

State Grantor/Program Title	Grant or State Project Number	Grant Period From To	Program or Award Amount	Balance at June 30, 2016		Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2017		Due to Grantor	Budgetary Receivable	MEMO Cumulative Total Expenditures
				Budgetary Unearned Revenue/(Accounts Receivable)	GAAP (Accounts Receivable)					Budgetary Unearned Revenue				
General Fund:														
Equalization Aid	17-495-034-5120-078	7/1/16	6/30/17	\$15,175,445			\$13,722,382	\$(15,175,445)					\$ 1,453,063	\$15,175,445
Equalization Aid	16-495-034-5120-078	7/1/15	6/30/16	15,125,042			1,435,868							
Special Education Categorical Aid	17-495-034-5120-089	7/1/16	6/30/17	3,747,967			3,389,096	(3,747,967)					358,871	3,747,967
Special Education Categorical Aid	16-495-034-5120-089	7/1/15	6/30/16	3,681,307			349,478							
Categorical Security Aid	17-495-034-5120-084	7/1/16	6/30/17	1,217,753			1,101,152	(1,217,753)					116,601	1,217,753
Categorical Security Aid	16-495-034-5120-084	7/1/15	6/30/16	1,192,046			113,165							
Transportation Aid	17-495-034-5120-014	7/1/16	6/30/17	225,567			203,969	(225,567)					21,598	225,567
Transportation Aid	16-495-034-5120-014	7/1/15	6/30/16	200,619			19,045	(500,000)					47,875	500,000
Under Adequacy Aid	17-495-034-5120-083	7/1/16	6/30/17	500,000			452,125							
Under Adequacy Aid	16-495-034-5120-083	7/1/15	6/30/16	500,000			47,467	(63,400)					6,071	63,400
Per Pupil Growth Aid	17-495-034-5120-097	7/1/16	6/30/17	63,400			57,329	(63,400)					6,071	63,400
Per Pupil Growth Aid	16-495-034-5120-097	7/1/15	6/30/16	63,400			6,019	(63,400)					6,169	64,430
PARCC Readiness Aid	17-495-034-5120-098	7/1/16	6/30/17	63,400			58,261	(64,430)					779,838	779,838
PARCC Readiness Aid	16-495-034-5120-098	7/1/15	6/30/16	63,400			764,422	(779,838)						
Professional Learning Community Aid	17-495-034-5120-101	7/1/16	6/30/17	779,838				(65,424)					65,424	65,424
Extraordinary Special Education Costs Aid	17-495-034-5120-044	7/1/16	6/30/17	779,838										
Extraordinary Special Education Costs Aid	16-495-034-5120-044	7/1/15	6/30/16	764,422				(764,422)						
Nonpublic School Transportation Costs	17-495-034-5120-014	7/1/16	6/30/17	65,424			58,116							
Nonpublic School Transportation Costs	16-495-034-5120-014	7/1/15	6/30/16	58,116				(58,116)						
On-Behalf/TPAF Contributions:														
Post-Retirement Medical	17-495-034-5094-001	7/1/16	6/30/17	3,574,398			3,574,398	(3,574,398)						3,574,398
Pension	17-495-034-5094-002	7/1/16	6/30/17	4,139,827			4,139,827	(4,139,827)						4,139,827
Non-Contributory Insurance	17-495-034-5094-004	7/1/16	6/30/17	149,996			149,996	(149,996)						149,996
Long-Term Disability Insurance	17-495-034-5094-004	7/1/16	6/30/17	12,473			12,473	(12,473)						12,473
TPAF Social Security Aid	17-495-034-5094-003	7/1/16	6/30/17	3,009,203			2,859,283	(3,009,203)					149,920	3,009,203
TPAF Social Security Aid	16-495-034-5094-003	7/1/15	6/30/16	2,926,018			146,875							
Total General Fund State Aid				(146,875)			32,724,094	(32,789,121)					3,011,501	32,789,121
				(2,946,474)				(995,182)						
Special Revenue Fund:														
NJ Nonpublic Aid:														
Textbook Aid (Chapter 194)	17-100-034-5120-064	7/1/16	6/30/17	11,586			11,586	(10,538)					\$ 1,048	10,538
Textbook Aid (Chapter 194)	16-100-034-5120-064	7/1/15	6/30/16	12,448										
Nursing Services (Chapter 226)	17-100-034-5120-070	7/1/16	6/30/17	18,090			18,090	(18,090)						18,090
Auxiliary Services (Chapter 192):														
Compensatory Education	17-100-034-5120-067	7/1/16	6/30/17	55,719			55,719	(26,526)					29,193	26,526
Compensatory Education	16-100-034-5120-067	7/1/15	6/30/16	31,303										
Home Instruction	16-100-034-5120-067	7/1/15	6/30/16	554			554	(848)						
Handicapped Services (Chapter 193):														
Supplementary Instruction	17-100-034-5120-066	7/1/16	6/30/17	38,137			38,137	(18,052)					20,085	18,052
Supplementary Instruction	16-100-034-5120-066	7/1/15	6/30/16	20,792										
Examination and Classification	17-100-034-5120-066	7/1/16	6/30/17	40,175			40,175	(21,432)					18,743	21,432
Examination and Classification	16-100-034-5120-066	7/1/15	6/30/16	26,926										
Corrective Speech	17-100-034-5120-066	7/1/16	6/30/17	29,863			29,863	(8,895)					20,968	8,895
Corrective Speech	16-100-034-5120-066	7/1/15	6/30/16	19,230										
Security Aid	17-100-034-5120-509	7/1/16	6/30/17	10,050			10,050						10,050	
Security Aid	16-100-034-5120-509	7/1/15	6/30/16	5,450										
Technology Initiative	17-100-034-5120-373	7/1/16	6/30/17	5,226			5,226						5,226	
Technology Initiative	16-100-034-5120-373	7/1/15	6/30/16	5,668										
Total Special Revenue Fund				(554)			29,593	(103,533)					105,313	103,533

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

State Grantor/Program Title	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2016		Balance at June 30, 2017			MEMO							
		From	To		Budgetary Unearned Revenue/(Accounts Receivable)	Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	GAAP (Accounts Receivable)	Budgetary Unearned Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures			
State Department of Education:																	
Debt Service Fund:																	
Debt Service Aid Type II	17-100-034-5120-125	7/1/16	6/30/17	\$ 184,328		\$ 184,328	\$ (184,328)									\$ 184,328	
Total Debt Service Fund						184,328	(184,328)										184,328
Enterprise Fund:																	
State School Lunch Program	17-100-010-3350-023	7/1/16	6/30/17	27,383													
State School Lunch Program	16-100-010-3350-023	7/1/15	6/30/16	27,671	\$ (1,886)	\$ 5	25,690	1,886									\$ 1,693
State School Lunch Program - Supplemental	17-100-010-3350-023	7/1/16	6/30/17	2,774	(2,015)												2,774
Supplemental	16-100-010-3350-023	7/1/15	6/30/16	2,015													2,774
Total Enterprise Fund						5	29,591	(30,157)									4,467
Schools Development Authority:																	
Capital Projects Fund:																	
Educational Facilities Construction & Financing Act	SP-0410-050-14-1006	6/9/14	6/30/15	68,631													34,744
Total Capital Projects Fund																	34,744
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT DETERMINATION						\$ (2,985,673)	\$ 29,598	\$ (33,147,413)	\$ (33,107,139)	\$ (29,598)	\$ (999,649)	\$ -0-	\$ 105,313	\$ 3,050,712	\$ 33,107,139		
Less - State Awards Not Subject to Single Audit Major Program Determination:																	
On-Behalf TPAF Pension System Contributions:																	
Post-Retirement Medical	17-495-034-5094-001	7/1/16	6/30/17	3,574,398													3,574,398
Pension	17-495-034-5094-002	7/1/16	6/30/17	4,139,827													4,139,827
Non-Contributory Insurance	17-495-034-5094-004	7/1/16	6/30/17	149,996													149,996
Long-Term Disability Insurance	17-495-034-5094-004	7/1/16	6/30/17	12,473													12,473
Subtotal On-Behalf TPAF Pension System Contributions																	7,876,694
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT MAJOR PROGRAM DETERMINATION																	\$ (25,230,445)

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards (the “Schedules”) include the federal and state grant activity of the Township of Bloomfield School District under programs of the federal and state governments for the fiscal year ended June 30, 2017. The information in these schedules is presented in accordance with the requirements 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 New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District’s basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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 these payments are not recognized until the subsequent budget year due to the state deferral and recording of the June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. The special revenue fund also does not recognize the June state aid payments in the current year. Grant revenue in the capital projects fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(39,258) for the general fund and \$(50,811) for the special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general, special revenue and capital projects funds.

Awards and financial assistance revenue are reported on the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 155,723	\$ 32,749,863	\$ 32,905,586
Special Revenue Fund	2,767,299	103,533	2,870,832
Debt Service Fund		184,328	184,328
Food Service Enterprise Fund	<u>1,480,841</u>	<u>30,157</u>	<u>1,510,998</u>
Total Financial Assistance	<u>\$ 4,403,863</u>	<u>\$ 33,067,881</u>	<u>\$ 37,471,744</u>

NOTE 5. 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 6. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2017. Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively.

NOTE 7. SCHOOLS DEVELOPMENT AUTHORITY (SDA) GRANT

The District has been awarded a \$68,631 grant from the Schools Development Authority (SDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2017, \$-0- of the grant funds have been expended and requested for reimbursement, \$33,887 has been canceled and \$34,744 is receivable on the budgetary basis.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' 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*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major federal and state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance*.
- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on all major federal and state programs.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's federal and state programs tested as major for the current fiscal year were the following:

	<u>C.F.D.A. Number/ State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>Federal:</u>				
Special Education Cluster:				
I.D.E.A. - Part B, Basic:				
Regular	84.027	7/1/16-6/30/17	\$ 1,564,751	\$ 1,564,751
Preschool	84.173	7/1/16-6/30/17	47,424	47,424
<u>State:</u>				
Equalization Aid	17-495-034-5120-078	7/1/16-6/30/17	15,175,445	15,175,445
Special Education				
Categorical Aid	17-495-034-5120-089	7/1/16-6/30/17	3,747,967	3,747,967
Categorical Security Aid	17-495-034-5120-084	7/1/16-6/30/17	1,217,753	1,217,753
Under Adequacy Aid	17-495-034-5120-083	7/1/16-6/30/17	500,000	500,000
Per Pupil Growth Aid	17-495-034-5120-097	7/1/16-6/30/17	63,400	63,400
PARCC Readiness Aid	17-495-034-5120-098	7/1/16-6/30/17	63,400	63,400
Professional Learning				
Community Aid	17-495-034-5120-101	7/1/16-6/30/17	64,430	64,430

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

Summary of Auditors' Results: (Cont'd)

- The threshold used for distinguishing between state Type A and Type B programs was \$756,913.
- The threshold used for distinguishing between federal Type A and Type B programs was \$750,000.
- The single audit threshold identified in the Uniform Guidance and New Jersey's OMB Circular 15-08 was \$750,000.
- The District was determined to be a "low-risk" auditee for both state and federal programs.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under General Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey's OMB Circular 15-08.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Status of Prior Year Findings:

There were no prior year audit findings.