

# **Comprehensive Annual Financial Report**

**of the**

**Greater Egg Harbor Regional High School District**

**Mays Landing, New Jersey**

**For the Fiscal Year Ended June 30, 2017**



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# **Introductory Section**





# Greater Egg Harbor Regional High School District

1824 Dr. Dennis Foreman Drive, Mays Landing, NJ 08330-2640

Office of the School Business Administrator

Phone: 609.625.1399

Fax: 609.625.0045



**Absegami High School**  
201 S. Wrangleboro Road  
Galloway, NJ 08205



**Cedar Creek High School**  
1701 New York Avenue  
Egg Harbor City, NJ 08215



**Oakcrest High School**  
1824 Dr. Dennis Foreman Dr.  
Mays Landing, NJ 08330

November 27, 2017

Honorable President and  
Members of the Board of Education  
Greater Egg Harbor Regional High School District  
County of Atlantic, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report of the Greater Egg Harbor Regional High School District for the fiscal year ended June 30, 2017 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District Administration. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis, the basic financial statements and notes, and other schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the US. Office of Management and Budget Circular Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations, and the New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments.

Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws, regulations, findings and recommendations, are included in the single audit section of this report.

## **1. REPORTING ENTITY AND ITS SERVICES:**

Greater Egg Harbor Regional High School District is an independent reporting entity within the criteria adopted by the GASB Statement No. 14 as established by NCGA Statement No. 3. All funds of the District are included in this report. The Greater Egg Harbor Regional High School District Board of Education and all its schools constitute the District's reporting entity. The Greater Egg Harbor Regional High School District provides a full range of educational services appropriate to grade level 9 through 12. These include regular, vocational and special education programs for handicapped pupils.

## **2. ECONOMIC CONDITION AND OUTLOOK:**

The Greater Egg Harbor Regional High School District encompasses approximately 273.11 square miles in Atlantic County. The District includes the municipalities of Egg Harbor City, Galloway Township, the Township of Mullica, and the Township of Hamilton. Additionally, Port Republic in Atlantic County and the Township of Washington in Burlington County are tuition districts.

The district currently operates three high schools: Absegami High School in Galloway Township, Oakcrest High School in the Township of Hamilton and Cedar Creek High School in Egg Harbor City.

The future outlook for district financing continues to depend primarily upon the ability and willingness of the Governor and the State Legislature to provide funding for education. The current state of the national, state and local economies will also have a serious impact on the district's ability to keep up with the demands of students needs. Specifically, on the local level, the closing of several Atlantic City casinos has had a direct impact on the taxpayers of this community.

## **3. INTERNAL ACCOUNTING CONTROLS:**

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

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

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

## **4. BUDGETARY CONTROLS:**

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2017.

## **5. ACCOUNTING SYSTEM AND REPORTS:**

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements," Note 1.

## **6. FINANCIAL INFORMATION AT YEAR-END:**

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

## **7. DEBT ADMINISTRATION:**

At June 30, 2017, the District's outstanding debt is \$50,566,000.00.

## **8. CASH MANAGEMENT:**

The Cash Management policy of the district is guided by the following Cash Management plan adopted by the Board of Education:

There is hereby established a Cash Management Program for the Greater Egg Harbor Regional High School District and the Treasurer of this District is hereby authorized and directed that:

Funds of the Greater Egg Harbor Regional High School District shall be managed in accordance with the provisions of New Jersey Laws and State Administrative Regulations governing the management of funds by local public school districts of New Jersey.

### A. Deposits

All moneys received from any source for the Greater Egg Harbor Regional School District shall be deposited within 48 hours after the receipt thereof and the Treasurer is charged with the custody of all funds and shall deposit all such receipts to the credit of the Greater Egg Harbor Regional High School District with depositories authorized to receive such funds by the Board of Education.

### B. Investments

All funds deposited by the Treasurer shall be placed into an approved, interest bearing account and, after determination of immediate cash flow requirements, the funds invested in the interest bearing accounts may be additionally reinvested in depositories duly authorized by the State of New Jersey and by the Board of Education of the Greater Egg Harbor Regional High School District.

The Greater Egg Harbor Regional High School District Board of Education has determined that it is occasionally necessary to transfer funds for the purpose of meeting expenses of the District or to effect investments. The Board of Education hereby authorizes the Treasurer to request bids and to place orders for the investment of idle funds solely in legally authorized investments and the Treasurer is hereby authorized to transfer funds by wire subject to appurtenant laws and regulations. All investments shall be in conformance with the provisions of 18A:20-37.

### C. Disbursements

The following are hereby designated as official depositories for the funds of the Greater Egg Harbor Regional High School District Board of Education: (1) Wells Fargo; (2) Bank of America; (3) PNC Bank, (4) Ocean First Bank; (5) State of New Jersey Cash Management Fund; (6) M.B.I.A. Municipal Investing Services Corporation, and (7) Parke Bank.

All funds on deposit in any official depository of this Board of Education, with the exception of the accounts hereinafter named, may be withdrawn only on school warrant of this Board of Education signed by the President, Secretary and Treasurer of this Board of Education.

Should the President of this Board of Education be absent or disabled through illness, the Vice-President, with the said Secretary and Treasurer, be and they are hereby authorized to sign all school warrants for the withdrawal of funds of this Board of Education.

All funds on deposit in the Activity Account, Cafeteria Account and Athletic Fund may be disbursed upon check signed by the Secretary of the Board of Education and the Treasurer of this District.

Funds on deposit in the Salary Account may be distributed upon check signed by the Treasurer of Funds of this Board of Education.

Funds on deposit in the Payroll Agency Account may be disbursed upon check signed by the Secretary of this Board of Education and the President of this Board of Education.

Funds on deposit in the Unemployment Account may be disbursed upon check signed by the Secretary of this Board of Education.

Funds on deposit in the Scholarship Accounts may be disbursed upon check signed by the Secretary of the Board of Education and the Treasurer of this District.

**9. RISK MANAGEMENT:**

The Board of Education participates in the Atlantic and Cape May Counties School Business Officials Joint Insurance Fund.

This fund was formed under the provisions of N.J.S.A. 18A:18B 1-10. As indicated by the Fund's name, the ACCASBOJIF's membership is comprised of school districts including elementary and secondary schools in the Atlantic and Cape May Counties of New Jersey.

The ACCASBOJIF commenced operations on July 1, 1991 with sixteen (16) member districts. As of December 31, 2017 the Fund had a total of nineteen (19) member districts.

The Fund's original objectives as incorporated in the 1991 Risk Management Plan continue in effect during the twelfth year of operation and include the following:

1. Providing Atlantic and Cape May County school districts with a long-term alternative to the conventional insurance market as a means of stabilizing the otherwise cyclical nature of insurance expenditures;
2. Maintaining a proactive posture of safety and loss prevention programs specific to issues in modern school district operations;
3. Aggressively evaluating, defending and/or settling claims made against member districts which fall within the coverages afforded through the Fund;
4. Maintaining a conservative funding posture in an effort to ensure long-term financial security and stability for the Fund and, by extension, the membership thereof.

**A. General**

The ACCASBOJIF offers coverage to its member districts either directly or through the commercial insurance market, through one or more of the following vehicles:

Excess Insurance

Reinsurance  
Excess Property and Casualty Joint Insurance Fund

The ACCASBOJIF offers its member districts the following coverages:

1. Property (including Buildings and Contents, Inland Marine, and Automobile Physical Damage)
2. Boiler and Machinery
3. General and Automobile Liability
4. Workers' Compensation
5. School Board Legal Liability
6. Crime

The ACCASBOJIF is committed to uniting local school districts in a joint effort to better manage their risks and assure fiscal stability by providing cost-effective, comprehensive insurance coverages and minimizing losses through proactive membership involvement in claims management and loss prevention activities.

**10. OTHER INFORMATION:**

**A.** Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott and Associates, L.C.C., CPAs was selected by the Board of Education to perform the 2016-2017 audit.

In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996 and the US. Office of Management and Budget Circular Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations, and the New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

**11. ACKNOWLEDGEMENTS:**

I would like to express my appreciation to the members of the Greater Egg Harbor Regional High School District Board of Education for their concern and providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support 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 the district office staff.

Respectfully submitted,

*John Keenan*

John Keenan  
Superintendent

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**Greater Egg Harbor Regional High School District Board of Education**  
**Organization and Committee Assignments**  
**2017**

**President:** Carol Houck

**Vice-President:** Margaret Guenther

Updated 1/23/2017

**Main Telephone:** (609) 625-1456

**Marian Gillespie:** (609) 909-2668  
**Susan Romeo:** (609) 909-2667  
**Leigh Hutter:** (609) 625-1399

**Superintendent:** John J. Keenan     **Office:** 609-909-2671  
**Office:** (609) 909-2671             **Cell:** (551) 427-6479  
 1012 Bally Bunion Drive            **Home:** 609-804-3040  
 Egg Harbor City, NJ 08215  
**Email:** [jkeenan@gehrhsd.net](mailto:jkeenan@gehrhsd.net)

**Business Administrator:** Thomas Grossi  
**Office:** 609-909-2645  
**Work Cell:** 609-382-6976  
**Cell:** 609-839-0306  
**Email:** [tgrossi@gehrhsd.net](mailto:tgrossi@gehrhsd.net)

**Board Solicitor:** Louis Greco, Esq.  
**Office:** (609) 625-2300             **Cell:** (609) 517-5367  
**Email:** [Lou@LGrecoLaw.com](mailto:Lou@LGrecoLaw.com)

**Carol Houck (Galloway)**             **(Orig. Election 1998)**  
 208 E. Upland Ave.                     **(Term Exp. 2019)**  
 Galloway, NJ 08205                     **Cell:** (609) 335-3010  
**Email:** [chouck@gehrhsd.net](mailto:chouck@gehrhsd.net)             **Home:** (609) 652-0662

**William Cheatham (Mullica)**        **(Orig. Election 2002)**  
 2580 6<sup>th</sup> Ave.                             **(Term Exp. 2017)**  
 Sweetwater, NJ 08037                 **Cell:** (609) 517-3020  
**Email:** [wcheatham@gehrhsd.net](mailto:wcheatham@gehrhsd.net)

**Lois Garrison (Galloway)**            **(Orig. Election 2004)**  
 841 E. Smith-Bowen Rd.               **(Term Exp. 2018)**  
 Galloway, NJ 08205                     **Cell:** (609) 412-8990  
**Email:** [lgarrison@gehrhsd.net](mailto:lgarrison@gehrhsd.net)             **Home:** (609) 748-2599

**Margaret Guenther (Galloway)**     **(Orig. Election 2002)**  
 PO Box 66, 372 S. Vienna               **(Term Exp. 2017)**  
 Cologne, NJ 08213                     **Cell:** (609) 576-5357  
**Email:** [mguenther@gehrhsd.net](mailto:mguenther@gehrhsd.net)       **Home:** (609) 965-2707

**Michael Baldwin (Galloway)**         **(Orig. Election 2016)**  
 331 Orange Tree Ave.                   **(Term Exp. 2019)**  
 Galloway, NJ 08205                     **Cell:** (609) 742-3424  
**Email:** [mbaldwin@gehrhsd.net](mailto:mbaldwin@gehrhsd.net)             **Home:** (609) 404-3307

**Peggy Capone (Hamilton)**             **(Orig. Election 2014)**  
 5769 Oak St.                             **(Term Exp. 2017)**  
 Mays Landing, NJ 08330               **Cell:** (609) 432-3734  
**Email:** [pcapone@gehrhsd.net](mailto:pcapone@gehrhsd.net)

**Anne Erickson (Hamilton)**            **(Orig. Election 2016)**  
 4686 Thelma Ave.                       **(Term Exp. 2019)**  
 Mays Landing, NJ 08330               **Cell:** (508-776-1352)  
**Email:** [aerickson@gehrhsd.net](mailto:aerickson@gehrhsd.net)             **Home:** (609) 625-2764

**Kristina Carr (Hamilton)**              **Appointed 6-29-2015**  
 473 Franklin Drive                      **(Term Exp. 2018)**  
 Mays Landing, NJ 08330               **Cell:** (609) 335-8276  
**Email:** [kcarr@gehrhsd.net](mailto:kcarr@gehrhsd.net)

**Brian Sartorio (Egg Harbor City)**     **(Orig. Election 2015)**  
 711 Baltimore Ave.                      **(Term Exp. 2018)**  
 Egg Harbor City, NJ 08215             **Home:** (609) 965-7708  
**Email:** [bsartorio@gehrhsd.net](mailto:bsartorio@gehrhsd.net)             **Cell:** (609) 206-8474

Personnel:

- |                         |                          |
|-------------------------|--------------------------|
| 1. Peggy Capone, Chair. | 4. Carol Houck           |
| 2. Margaret Guenther    | 5. Michael Baldwin, Alt. |
| 3. Kristina Carr        |                          |

Program:

- |                              |                        |
|------------------------------|------------------------|
| 1. Margaret Guenther, Chair. | 4. Carol Houck         |
| 2. Anne Erickson             | 5. Lois Garrison, Alt. |
| 3. Peggy Capone              |                        |

Finance & Facilities:

- |                             |                        |
|-----------------------------|------------------------|
| 1. William Cheatham, Chair. | 4. Brian Sartorio      |
| 2. Peggy Capone             | 5. Lois Garrison, Alt. |
| 3. Michael Baldwin          |                        |

Activities:

- |                           |                           |
|---------------------------|---------------------------|
| 1. Brian Sartorio, Chair. | 4. Margaret Guenther      |
| 2. Lois Garrison          | 5. William Cheatham, Alt. |
| 3. Michael Baldwin        |                           |

Policy:

- |                          |                      |
|--------------------------|----------------------|
| 1. Lois Garrison, Chair. | 4. Brian Sartorio    |
| 2. Kristina Carr         | 5. Carol Houck, Alt. |
| 3. Anne Erickson         |                      |

Negotiations:

1. Kristina Carr, Chair.
2. William Cheatham
3. Anne Erickson

Educational Foundation:  
Carol Houck

County Delegate:  
Peggy Capone

NJSBA:  
Peggy Capone

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL BOARD OF EDUCATION**  
**COUNTY OF ATLANTIC, NEW JERSEY**

**ROSTER OF OFFICIALS**

**JUNE 30, 2017**

<b><u>Members of the Board of Education</u></b>	<b><u>Term</u></b>
Carol. Houck, President	2019
Margaret Guenther, Vice-President	2017
William Cheatham	2017
Lois Garrison	2018
Dr. Anne Erickson	2019
Peggy Capone	2017
Kristina Carr	2018
Brian Sartorio	2018
Michael Baldwin	2019

**Other Officials**

John Keenan, Superintendent  
Thomas Grossi, Board Secretary/Business Administrator  
Kimberly Howells, Treasurer  
Louis J. Greco, Esq., Solicitor

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

Ford, Scott & Associates, L.L.C.  
Certified Public Accountants  
1535 Haven Avenue  
P.O. Box 538  
Ocean City, New Jersey 08226-0538

**ATTORNEY**

Louis J. Greco, Esq.  
800 Route 50, Suite 2B  
Mays Landing, NJ 08330

**OFFICIAL DEPOSITORY**

OceanFirst Bank  
2251 Ocean Heights Avenue  
Egg Harbor Township, New Jersey 08234

## **Financial Section**





# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226

PHONE 609.399.6333 • FAX 609.399.3710

[www.ford-scott.com](http://www.ford-scott.com)

## **Independent Auditor's Report**

Honorable President and  
Members of the Board of Education  
Greater Egg Harbor Regional High School District  
County of Atlantic, 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 Greater Egg Harbor Regional High School District, in the County of Atlantic, New Jersey, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Greater Egg Harbor Regional High School District, 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 Required Supplementary Information identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Greater Egg Harbor Regional High School District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal 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 the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance and the schedule of state financial assistance as required by NJ OMB 15-08 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2017 on our consideration of the Greater Egg Harbor Regional High School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Greater Egg Harbor Regional High School District's internal control over financial reporting and compliance.

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*

Michael S. Garcia  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

November 27, 2017

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## **Required Supplementary Information – Part I**



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED**

The Discussion and Analysis of the Greater Egg Harbor Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2017. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2017 are as follows:

- In total, net position decreased by \$7,987,856.58, which represents a 10% percent decrease from 2016.
- General revenues accounted for \$69,474,043.51 or 76 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$23,061,940.96 or 24 percent of total revenues of \$92,535,984.47.
- Total assets of governmental activities decreased by \$7,511,082.06 as cash and cash equivalents decreased by \$8,831,499.08, SREC investment increased by \$12,465.00, receivables decreased by \$1,150,136.15, and capital assets increased by \$2,458,088.17.
- The School District had \$100,438,956.51 in expenses, only \$23,061,940.96 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes and grants and entitlements) of \$69,474,043.51 were adequate to provide for the majority of these programs.
- Among governmental funds, the General Fund had \$73,304,764.27 in revenues and \$73,737,652.61 in expenditures. The General Fund's fund balance decreased \$1,432,888.34 over 2016.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of The Greater Egg Harbor Regional High District, the General Fund is by far the most significant fund.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**Reporting the School District as a Whole**

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and ask the question, "How did we do financially during 2017?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

**Reporting the School District's Most Significant Funds**

Fund Financial Statements

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

Governmental Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**Notes to the Financial Statements**

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

**The School District as a Whole**

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

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

Table 1 provides a summary of the School District's net position for 2017 and 2016.

	2017	2016
<b>Assets</b>		
Current and Other Assets	\$ 3,330,931.62	13,278,350.26
Capital Assets	148,066,477.92	145,718,378.53
<b>Total Assets</b>	<b>151,397,409.54</b>	<b>158,996,728.79</b>
<b>Deferred Outflow of Resources</b>		
Loss of Refunding of Long Term Debt	1,578,955.17	1,607,046.14
Deferred Outflows Related to Pensions	7,587,997.00	3,321,569.00
<b>Total Deferred Outflows</b>	<b>9,166,952.17</b>	<b>4,928,615.14</b>
<b>Liabilities</b>		
Long-Term Liabilities	79,927,489.84	77,803,802.31
Other Liabilities	4,446,712.43	2,191,584.51
<b>Total Liabilities</b>	<b>84,374,202.27</b>	<b>79,995,386.82</b>
<b>Deferred Inflows of Resources</b>		
Deferred Inflows Related to Pensions	642,421.00	366,088.00
Bond Premiums	3,099,868.36	3,128,142.45
<b>Total Deferred Inflows</b>	<b>3,742,289.36</b>	<b>3,494,230.45</b>
<b>Net Position</b>		
Net Investment in Capital Assets	94,836,944.63	88,926,302.71
Restricted	926,611.90	11,272,048.69
Unrestricted	(23,315,686.45)	(19,762,624.74)
<b>Total Net Position</b>	<b>\$ 72,447,870.08</b>	<b>80,435,726.66</b>

The District's combined net position were \$72,447,870.08 on June 30, 2017. This was a decrease of \$7,987,856.58 or almost 11 percent from the prior year.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

Table 2 shows changes in net position for fiscal year 2017 and 2016.

**Table 2  
Changes in Net Position**

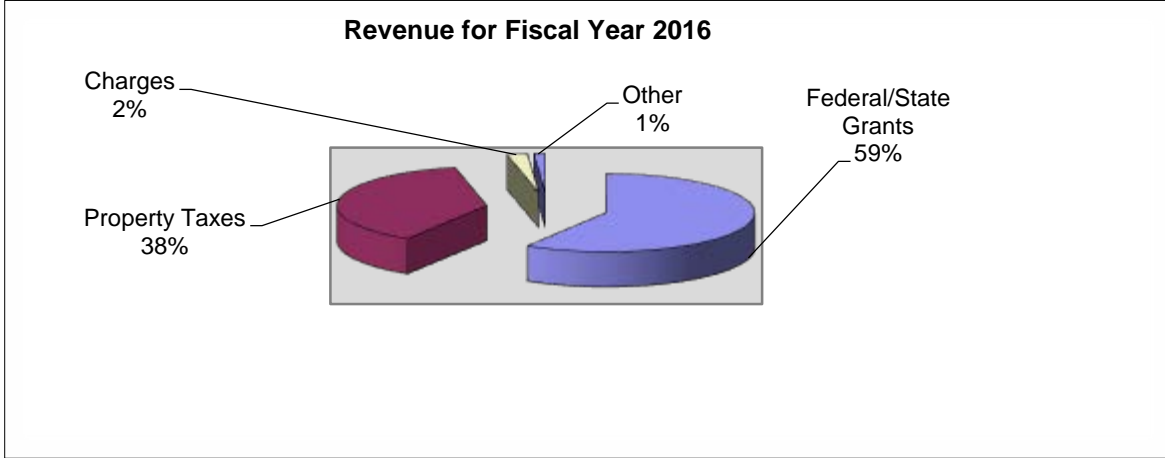
	<u>2017</u>	<u>2016</u>
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 2,032,642.29	2,068,819.58
Operating Grants and Contributions	21,029,298.67	15,896,989.43
General Revenues:		
Property Taxes	34,925,375.00	33,539,194.90
Grants and Entitlements	33,437,491.97	32,683,187.94
Other	1,111,176.54	641,336.41
Total Revenues	<u>92,535,984.47</u>	<u>84,829,528.26</u>
<b>Program Expenses</b>		
Instruction	53,675,309.76	44,236,050.52
Support Services:		
Tuition	7,945,624.61	7,336,205.98
Student and Instructional Staff	11,325,315.57	8,874,454.65
General Administration and School Administration	6,800,727.09	7,174,336.80
Plant Operations and Maintenance of Facilities	11,167,465.63	11,579,698.66
Pupil Transportation	4,679,556.45	4,788,826.82
Capital Outlay	700,208.53	-
Interest on Debt	2,202,924.96	1,923,361.67
Food Service	1,423,140.91	1,462,972.54
Charter Schools	518,683.00	512,334.90
Total Expenses	<u>100,438,956.51</u>	<u>87,888,242.54</u>

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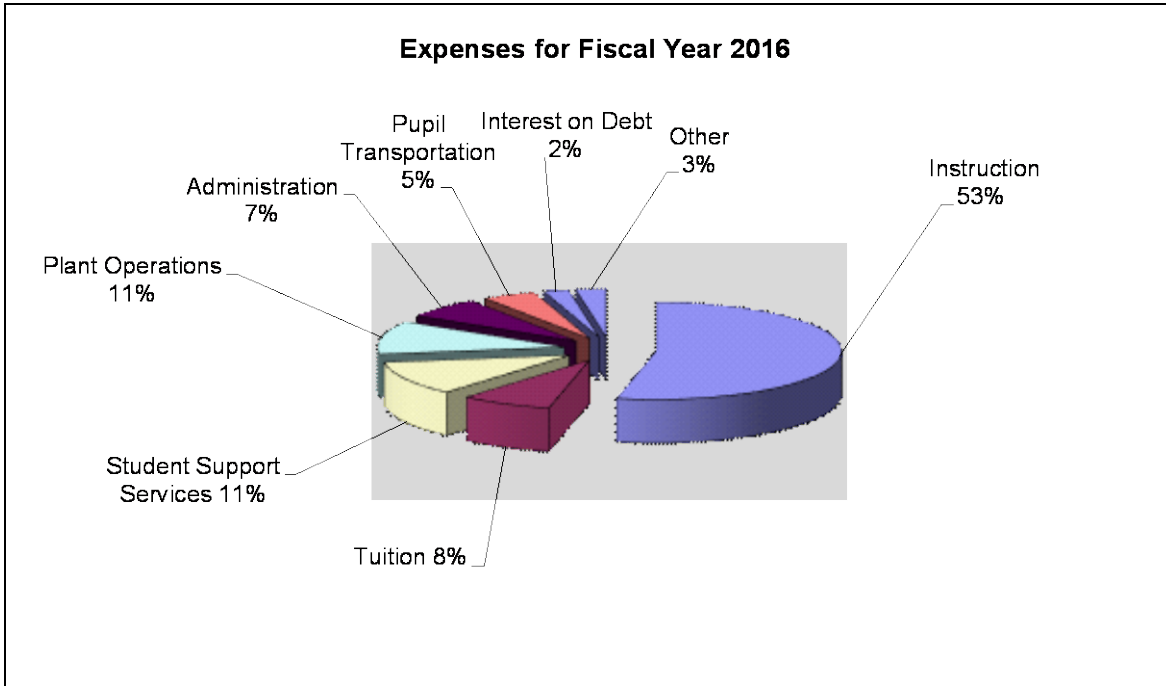
**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**Governmental Activities**

Property taxes made up 38 percent of revenues for governmental activities for the Greater Egg Harbor Regional High District for fiscal year 2017. The District's total revenues from governmental activities were \$92,535,984.27 for the year ended June 30, 2017. Federal, state, and local grants accounted for 59 percent of this revenue.



The total cost of all program and services was \$100,438,956.51. Instruction comprises 53 percent District expenses.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**Business-Type Activities**

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

- Food service revenues exceeded expenses by \$3,362.85.
- Charges for services represent \$609,716.56 of revenue. This represents amounts paid by patrons for daily food service.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$816,787.20.

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

**Table 3**

	<u>Total Cost of Services 2017</u>	<u>Net Cost of Services 2017</u>	<u>Total Cost of Services 2016</u>	<u>Net Cost of Services 2016</u>
Instruction	\$ 53,675,309.76	35,506,576.48	44,236,050.52	30,222,646.67
Support Services:				
Tuition	7,945,624.61	7,945,624.61	7,336,205.98	7,336,205.98
Student and Instructional Staff	11,325,315.57	7,872,412.25	8,874,454.65	6,389,637.46
General Administration and School Administration	6,800,727.09	6,800,727.09	7,174,336.80	7,174,336.80
Plant Operation and Maintenance of Facilities	11,167,465.63	11,167,465.63	11,579,698.66	11,579,698.66
Pupil Transportation	4,679,556.45	4,679,556.45	4,788,826.82	4,788,826.82
Interest and Fiscal Charges	2,202,924.96	2,202,924.96	1,923,361.67	1,923,361.67
Other	1,218,891.53	1,205,090.93	512,334.90	507,464.90
Total Expenses	<u>\$ 99,015,815.60</u>	<u>77,380,378.40</u>	<u>86,425,270.00</u>	<u>69,922,178.96</u>

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

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

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

Plant operation and maintenance of facilities involve keeping the school grounds, buildings, and equipment in an effective working condition.

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

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools, charter schools and unallocated depreciation.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$78,982,739.71 and expenditures were \$90,975,089.88. The net negative change in fund balance for the year of \$11,992,350.17 was most significant in the Capital Projects Fund, a decrease of \$10,563,760.18. There was also a significant net decrease in the General Fund of \$1,432,888.34.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2017, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease)from 2016	Percent of Increase (Decrease)
Local Sources	\$ 37,452,322.40	47.42%	1,935,908.30	5.45%
State Sources	40,004,071.98	50.65%	1,458,486.19	3.78%
Federal Sources	1,526,345.33	1.93%	38,047.93	2.56%
<b>Total</b>	<b>\$ 78,982,739.71</b>	<b>100%</b>	<b>3,432,442.42</b>	<b>11.79%</b>

State sources revenues increased by \$1,458,486.19. The increase in revenues from State sources is primarily due to an increase in Debt Service Aid in the amount of \$458,476.00 and TPAF-on behalf revenue in the amount of \$633,001.00. Local Sources revenues increased by \$1,935,908.30 mostly due to an increase in the tax levy. There was also an increase in E-Rate during the 16-17 school year over the prior year.

The following schedule represents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2017, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2016	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 27,436,135.45	30.16%	\$ 2,450,784.42	9.81%
Undistributed expenditures	46,546,109.13	51.16%	1,590,824.01	3.54%
Capital Outlay	11,287,182.70	12.41%	1,797,701.77	18.94%
Charter Schools	518,683.00	0.57%	6,348.10	1.24%
Debt Service:				
Principal	3,235,000.00	3.56%	300,000.00	10.22%
Interest	1,951,979.60	2.15%	513,763.34	35.72%
<b>Total</b>	<b>\$ 90,975,089.88</b>	<b>100.00%</b>	<b>\$ 6,659,421.64</b>	<b>7.90%</b>

The increase in Capital Outlay expenditures is primarily due to capital projects expenditures at Oakcrest High School for renovations, technology, security improvements, HVAC, Lighting, Ceiling and Casement Replacement. Total expenditures in the school year amounted to just over \$10.5 million.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**General Fund Budgeting Highlights**

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

**Capital Assets**

At the end of the fiscal year 2017, the School District had \$148,066,477.92 invested in land, building, furniture and equipment, and vehicles. Table 4 shows fiscal year 2017 balances compared to 2016.

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

	2017	2016
Land	\$ 3,798,498.00	\$ 3,798,498.00
Construction in Progress	31,093,227.94	20,529,467.76
Sites, Buildings and Building Improvements	112,609,286.61	119,501,622.38
Machinery and Equipment	565,465.37	1,888,790.39
Total	\$ 148,066,477.92	\$ 145,718,378.53

Overall capital assets increased \$2,348,099.39 from fiscal year 2016 to fiscal year 2017. The increase is due primarily to the completion of capital projects started in the current year. For more detailed information, please refer to the Notes to the Financial Statements.

**Debt Administration**

At June 30, 2017, the School District had \$55,748,288.20 of outstanding debt. Of this amount, 939,799.74 is for compensated absences, \$50,566,000.00 of serial bonds for school construction, \$1,142,620.10 for various capital leases and \$3,099,868.36 is the balance on the premium from the Bond Sale completed in 2017.

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

	2017	2016
2006 Refunding Bonds	\$ -	985,000.00
2007 General Obligation Bonds	1,120,000.00	2,220,000.00
2009 General Obligation Bonds	1,135,000.00	1,485,000.00
2012 General Obligation Bonds	3,891,000.00	4,471,000.00
2015 General Obligation Bonds	20,300,000.00	20,300,000.00
2016 Refunding Bonds	24,120,000.00	24,340,000.00
Premium on Bond Sale	3,099,868.36	3,128,142.45
Compensated Balances	939,799.74	993,125.80
Capital Leases	1,142,620.10	1,469,979.51
Total	\$ 55,748,288.20	59,392,247.76

At June 30, 2017, the School District was within its legal debt margin. For more detailed information, please refer to the Notes to the Financial Statements and Schedule J-13 in the statistical section of this report.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED (CONTINUED)**

**For the Future**

The Greater Egg Harbor Regional High School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the ability and willingness of the Governor and the State Legislature to provide funding for education. The current state of the national, state and local economies will also have a serious impact on the district's ability to keep up with the demands of students needs without impacting local taxes.

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

**Contacting the School District's Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact the School Business Administrator, Thomas Grossi, at Greater Egg Harbor Regional High School District Board of Education, 1824 Dr. Dennis Foreman Drive, Mays Landing, NJ 08330. Please visit our website at [www.gehrhsd.net](http://www.gehrhsd.net).

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# **Basic Financial Statements**



## DISTRICT – WIDE FINANCIAL STATEMENTS

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





**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2017**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 272,777.14	124,652.07	397,429.21
SREC Investment	100,000.00	-	100,000.00
Receivables, Net	2,579,038.10	209,954.10	2,788,992.20
Internal Funds	(104,169.36)	104,169.36	-
Due from Other Funds	967.00	-	967.00
Inventory	-	43,543.21	43,543.21
Capital Assets, not Depreciated	24,327,965.76	-	24,327,965.76
Capital Assets, Net	123,451,658.41	286,853.75	123,738,512.16
<b>Total Assets</b>	<b>150,628,237.05</b>	<b>769,172.49</b>	<b>151,397,409.54</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred Outflow of Resources			
Loss on Refunding of Long-Term Debt	1,578,955.17	-	1,578,955.17
Deferred Outflows Related to Pensions	7,587,997.00	-	7,587,997.00
<b>Total Deferred Outflow of Resources</b>	<b>9,166,952.17</b>	<b>-</b>	<b>9,166,952.17</b>
<b>LIABILITIES</b>			
Accounts Payable	546,395.96	391,478.90	937,874.86
Other Liabilities	19,331.00	-	19,331.00
Grant Anticipation Note	2,784,866.00	-	2,784,866.00
Accrued Interest Payable	666,782.64	-	666,782.64
Deferred Revenue	37,857.93	-	37,857.93
Noncurrent Liabilities			
Due Within One Year	3,923,116.21	-	3,923,116.21
Due Beyond One Year	48,725,303.63	-	48,725,303.63
Net Pension Liability	27,279,070.00	-	27,279,070.00
<b>Total Liabilities</b>	<b>83,982,723.37</b>	<b>391,478.90</b>	<b>84,374,202.27</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflow of Resources			
Bond Premiums	3,099,868.36	-	3,099,868.36
Deferred Inflows Related to Pensions	642,421.00	-	642,421.00
<b>Total Deferred Inflow of Resources</b>	<b>3,742,289.36</b>	<b>-</b>	<b>3,742,289.36</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	94,550,090.88	286,853.75	94,836,944.63
Restricted for:			
Debt Service	-	-	-
Capital Projects	926,611.90	-	926,611.90
Other Purposes	-	-	-
Unrestricted (Deficit)	(23,406,526.29)	90,839.84	(23,315,686.45)
<b>Total Net Position</b>	<b>\$ 72,070,176.49</b>	<b>\$ 377,693.59</b>	<b>\$ 72,447,870.08</b>

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Statement of Changes in Net Position**  
**For the Year Ended June 30, 2017**

Function/Programs	Direct Expenses	Indirect Cost Allocation	Charges for Services	Program Revenue		Net (Expense) Revenue and Changes in Net Position		
				Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Governmental Activities:</b>								
<b>Instruction:</b>								
Regular	\$ 30,293,131.85	8,100,947.00	1,422,925.73	11,062,491.20	-	(25,908,661.92)	-	(25,908,661.92)
Special Education	7,664,228.46	2,049,165.44		4,075,173.02	-	(5,638,220.88)	-	(5,638,220.88)
Other Special Instruction	263,070.62	70,336.53		96,050.16	-	(237,356.99)	-	(237,356.99)
Other Instruction	4,125,589.11	1,103,048.36		1,506,300.78	-	(3,722,336.69)	-	(3,722,336.69)
<b>Support Services:</b>								
Tuition	7,945,624.61	-			-	(7,945,624.61)	-	(7,945,624.61)
Student & Instruction Related Services	8,936,766.51	2,389,221.06		3,453,575.32	-	(7,872,412.25)	-	(7,872,412.25)
General Administration	1,607,278.14	259,011.90			-	(1,866,290.04)	-	(1,866,290.04)
School Administrative Services	2,852,590.76	459,693.28			-	(3,312,284.04)	-	(3,312,284.04)
Central Services Technology	1,351,591.14	270,561.87			-	(1,622,153.01)	-	(1,622,153.01)
Plant Operation and Maintenance	9,617,595.86	1,549,869.77			-	(11,167,465.63)	-	(11,167,465.63)
Pupil Transportation	4,679,556.45				-	(4,679,556.45)	-	(4,679,556.45)
Unallocated Benefits	16,251,855.21	(16,251,855.21)			-	-	-	-
Special Schools	-				-	-	-	-
Charter Schools	518,683.00				-	(518,683.00)	-	(518,683.00)
Interest on Long-Term Debt	2,202,924.96			13,800.60	-	(2,202,924.96)	-	(2,202,924.96)
Capital Outlay	700,208.53				-	(686,407.93)	-	(686,407.93)
<b>Total Governmental Activities</b>	<u>99,010,695.21</u>	<u>-</u>	<u>1,422,925.73</u>	<u>20,207,391.08</u>	<u>-</u>	<u>(77,380,378.40)</u>	<u>-</u>	<u>(77,380,378.40)</u>
<b>Business-Type Activities:</b>								
Food Service	1,423,140.91		609,716.56	816,787.20		3,362.85		3,362.85
<b>Total Business-Type Activities</b>	<u>1,423,140.91</u>	<u>-</u>	<u>609,716.56</u>	<u>816,787.20</u>	<u>-</u>	<u>3,362.85</u>	<u>-</u>	<u>3,362.85</u>
<b>Total Primary Government</b>	<u>\$ 100,433,836.12</u>	<u>-</u>	<u>2,032,642.29</u>	<u>21,024,178.28</u>	<u>-</u>	<u>(77,380,378.40)</u>	<u>3,362.85</u>	<u>(77,377,015.55)</u>
<b>General Revenues:</b>								
Taxes:								
Property Taxes, Levied for General Purposes, Net						31,041,662.00		31,041,662.00
Taxes Levied for Debt Service						3,863,713.00		3,863,713.00
Federal and State Aid not Restricted						33,437,491.97		33,437,491.97
Investment Earnings						3,700.57		3,700.57
Miscellaneous Income						1,107,475.97		1,107,475.97
Transfers						-		-
Special Items and Transfers :						-		-
Total General Revenues, Special Items, Extraordinary Items and Transfers						69,474,043.51		69,474,043.51
Change in Net Position						(7,906,334.89)	3,362.85	(7,902,972.04)
Adjustment to Fixed Assets							(84,884.54)	(84,884.54)
Net Position - Beginning						79,976,511.38	459,215.28	80,435,726.66
Net Position - Ending						<u>72,070,176.49</u>	<u>377,693.59</u>	<u>72,447,870.08</u>

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

## FUND FINANCIAL STATEMENTS

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



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2017**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ (1,271,664.32)	-	1,346,437.29	198,004.17	272,777.14
Due from Other Funds	386,024.17	-	-	3,624.95	389,649.12
Receivables from Other Governments	749,225.24	321,215.00	-	-	1,070,440.24
Other Receivables	1,502,925.86	5,672.00	-	-	1,508,597.86
					-
Total Assets	<u>1,366,510.95</u>	<u>326,887.00</u>	<u>1,346,437.29</u>	<u>201,629.12</u>	<u>3,241,464.36</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	349,723.98	120,956.28	75,715.70	-	546,395.96
Notes Payable	2,784,866.00	-	-	-	2,784,866.00
Interfund Payable	-	148,741.79	344,109.69	-	492,851.48
Payable to State	-	19,331.00	-	-	19,331.00
Deferred Revenue	-	37,857.93	-	-	37,857.93
Total Liabilities	<u>3,134,589.98</u>	<u>326,887.00</u>	<u>419,825.39</u>	<u>-</u>	<u>3,881,302.37</u>
Fund Balances:					
Restricted for:					
Capital Projects Fund	-	-	926,611.90	-	926,611.90
Debt Service Fund	-	-	-	201,629.12	201,629.12
Assigned to:					
Designated for Subsequent Year's Expenditures	300,000.00	-	-	-	300,000.00
Other Purposes	57,552.54	-	-	-	57,552.54
Unassigned:					
General Fund	(2,125,631.57)	-	-	-	(2,125,631.57)
Total Fund Balances	<u>(1,768,079.03)</u>	<u>-</u>	<u>926,611.90</u>	<u>201,629.12</u>	<u>(639,838.01)</u>
Total Liabilities and Fund Balances	<u>\$ 1,366,510.95</u>	<u>326,887.00</u>	<u>1,346,437.29</u>	<u>201,629.12</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$197,037,589.07 and the accumulated depreciation is \$49,257,964.90.

147,779,624.17

Deferred amount on refunding and premiums on bonds are reported in the governmental fund as expenditures in the year the bonds are issued but are amortized over the life on the bonds on the statement of activities.

(3,099,868.36)

Interest on long-term debt in the statement of activities is accrued, regardless of when due.

(666,782.64)

Pension Liabilities Net of Deferred Outflows & Inflows

(20,333,494.00)

Non current investment balances

100,000.00

Loss on issuance of refunding bonds is reported in the governmental funds as expenditures in the year the bonds are issued but is amortized over the life of the bonds on the statement of activities.

1,578,955.17

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

(52,648,419.84)

Net Position of governmental activities

\$ 72,070,176.49

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2017**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 31,041,662.00	-	-	3,883,713.00	34,925,375.00
Tuition Charges	1,422,925.73	-	-	-	1,422,925.73
Interest Earned	75.62	-	-	3,624.95	3,700.57
Miscellaneous	1,095,010.97	5,774.65	-	-	1,100,785.62
Total Local Sources	33,559,674.32	5,774.65	-	3,887,337.95	37,452,786.92
State Sources	38,661,400.98	38,731.00	-	1,303,940.00	40,004,071.98
Federal Sources	83,688.97	1,437,071.45	-	-	1,520,760.42
Total Revenues	<u>72,304,764.27</u>	<u>1,481,577.10</u>	<u>-</u>	<u>5,191,277.95</u>	<u>78,977,619.32</u>
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	18,345,428.74	1,276,873.67	-	-	19,622,302.41
Special Education Instruction	4,965,001.45	-	-	-	4,965,001.45
Other Special Instruction	170,421.07	-	-	-	170,421.07
Other Instruction	2,672,618.13	-	-	-	2,672,618.13
Support Services:	-	-	-	-	-
Tuition	7,945,624.61	-	-	-	7,945,624.61
Student & Instruction Related Serv.	5,598,704.40	190,902.83	-	-	5,789,607.23
General Administration	1,211,867.36	-	-	-	1,211,867.36
School Administrative Services	2,150,817.31	-	-	-	2,150,817.31
Central Services/Technology	1,265,907.46	-	-	-	1,265,907.46
Plant Operation and Maintenance	7,251,545.50	-	-	-	7,251,545.50
Pupil Transportation	4,679,556.45	-	-	-	4,679,556.45
Employee Benefits	16,251,855.21	-	-	-	16,251,855.21
Special Schools	-	-	-	-	-
Transfer to Charter School	518,683.00	-	-	-	518,683.00
Debt Service:	-	-	-	-	-
Principal	-	-	-	3,235,000.00	3,235,000.00
Interest and Other Charges	-	-	-	1,951,979.60	1,951,979.60
Capital Outlay	709,621.92	13,800.60	10,563,760.18	-	11,287,182.70
Total Expenditures	<u>73,737,652.61</u>	<u>1,481,577.10</u>	<u>10,563,760.18</u>	<u>5,186,979.60</u>	<u>90,969,969.49</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,432,888.34)</u>	<u>-</u>	<u>(10,563,760.18)</u>	<u>4,298.35</u>	<u>(11,992,350.17)</u>
<b>OTHER FINANCING SOURCES/(USES)</b>					
Transfer In	-	-	-	-	-
Transfer Out	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balance	(1,432,888.34)	-	(10,563,760.18)	4,298.35	(11,992,350.17)
Fund Balance - July 1	(335,190.69)	-	11,490,372.08	197,330.77	11,352,512.16
Fund Balance - June 30	<u>\$ (1,768,079.03)</u>	<u>\$ -</u>	<u>\$ 926,611.90</u>	<u>\$ 201,629.12</u>	<u>\$ (639,838.01)</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2017**

Total Net Change in Fund Balance - Governmental Funds (from B-2) \$ (11,992,350.17)

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, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.

Depreciation expense	\$ (8,128,886.00)	
Capital Outlay	<u>10,586,974.17</u>	2,458,088.17

However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

District pension contributions - PERS	818,254.00	
Cost of benefits earned net of employee contributions	<u>(2,567,532.00)</u>	(1,749,278.00)

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

Serial Bonds	3,235,000.00	
Capital Lease Payments	<u>327,359.41</u>	3,562,359.41

Proceeds from debt issues are a financing source in the governmental funds. They are not a revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.

Proceeds from Issuance of Bonds	-	
Lease Purchase Proceeds	<u>-</u>	-

The loss on the issuance of refunding bonds dated September 1, 2006 and December 15, 2007 is amortized over the life of the bonds. (28,090.97)

The costs associated with the issuance of bonds dated September 1, 2006 and dated December 15, 2007 are amortized over the life of the bonds 28,274.09

In the statement of activities, the value of non current investments are reported as revenue. The amount does not affect the fund financial statements. 12,465.00

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) 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. 53,326.06

In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation. (251,128.48)

Change in Net Position of Governmental Activities \$ (7,906,334.89)

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Net Position**  
**June 30, 2017**

	<u>Business-Type Activities - Enterprise Fund Food Service</u>
<b>ASSETS</b>	
Current Assets:	
Cash and Cash Equivalents	\$ 124,652.07
Due from Other Governments	115,218.56
Due from FSMC	94,735.54
Interfund Receivable	104,169.36
Inventories	43,543.21
Total Current Assets	<u>482,318.74</u>
Noncurrent Assets:	
Furniture, Machinery & Equipment	651,074.64
Buildings	
Less: Accumulated Depreciation	<u>(364,220.89)</u>
Total Noncurrent Assets	<u>286,853.75</u>
Total Assets	<u><u>\$ 769,172.49</u></u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	\$ 391,478.90
Total Current Liabilities	<u>391,478.90</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	286,853.75
Unrestricted	90,839.84
Total Net Position	<u><u>\$ 377,693.59</u></u>

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



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**For the Year Ended June 30, 2017**

	Business-Type Activities - Enterprise Fund Food Service
Operating Revenues:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 225,372.50
Daily Sales - Non-reimbursable Programs	362,228.52
Special Functions	22,115.54
Total Operating Revenue	609,716.56
Operating Expenses:	
Cost of Sales - Program Sales	408,192.86
Cost of Sales - Non-Program Sales	163,518.60
Salaries & Benefits	684,998.13
Controllable Expenses	58,565.20
Non - Controllable Expenses	49,772.91
Depreciation	33,479.24
Miscellaneous	24,613.97
Total Operating Expenses	1,423,140.91
Operating Income (Loss)	(813,424.35)
Nonoperating Revenues (Expenses):	
State Sources:	
State School Lunch Program	12,227.80
Federal Sources:	
National School Lunch Program	574,475.06
National School Breakfast Program	122,061.79
Food Distribution Program	108,022.55
Interest and Investment Revenue	
Total Nonoperating Revenues (Expenses)	816,787.20
Income (Loss) before Contributions & Transfers	3,362.85
Net Adjustments to Fixed Assets	(84,884.54)
Transfers In (Out)	-
Changes in Net Position	(81,521.69)
Total Net Position - Beginning	459,215.28
Total Net Position - Ending	\$ 377,693.59

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2017**

	Business-Type Activities - Enterprise Fund
	Food Service
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from Customers	\$ 598,653.55
Payments to Suppliers	(1,300,423.38)
Net Cash Provided by (Used for) Operating Activities	(701,769.83)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
State Sources	12,236.06
Federal Sources	693,533.76
Financing Activities	705,769.82
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Asset Purchase	
Net Cash Provided (Used) by Capital and Related Financing Activities	(8,375.00)
Net Increase (Decrease) in Cash and Cash Equivalents	(4,375.01)
Balance - Beginning of Year	129,027.08
Balance - End of Year	\$ 124,652.07
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>	
Operating Income (Loss)	\$ (813,424.35)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:	
Depreciation and Net Amortization	33,479.24
Donated Commodities Received During the Year	108,022.55
(Increase) Decrease in Accounts Receivable, Net	337.50
(Increase) Decrease in Accounts Receivable, FSMC	9,433.82
(Increase) Decrease in Inventories	(14,793.41)
Increase (Decrease) in Accounts Payable	4,685.01
Increase(Decrease) in Inter-fund Payable	(18,109.68)
Increase (Decrease) in Deferred Revenue	(11,400.51)
Total Adjustments	111,654.52
Net Cash Provided by (Used for) Operating Activities	\$ (701,769.83)

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Statement of Fiduciary Net Position**  
**June 30, 2017**

	Unemployment Compensation	Agency Fund	Private Purpose Trust
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 385,366.63	459,553.59	3,550.27
Total Cash and Cash Equivalents	<u>385,366.63</u>	<u>459,553.59</u>	<u>3,550.27</u>
 Total Assets	 <u>385,366.63</u>	 <u>459,553.59</u>	 <u>3,550.27</u>
<b>LIABILITIES</b>			
Payable to District	-	967.00	-
Accounts Payable	4,461.93	-	-
Payroll Deductions Payable	-	151,926.68	-
Payable to Student Groups	-	306,659.91	-
 Total Liabilities	 <u>4,461.93</u>	 <u>459,553.59</u>	 <u>-</u>
<b>NET POSITION</b>			
Held in Trust for Unemployment Claims and Other Purposes	<u>\$ 380,904.70</u>		
Reserve for Purposes of Trust			<u>3,550.27</u>

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Position**  
**For the Year Ended June 30, 2017**

	Private Purpose Trust	Unemployment Compensation
<b>ADDITIONS</b>		
Contributions:		
Plan Member	\$ -	\$ 56,484.81
Other	3,751.64	-
Total Contributions	<u>3,751.64</u>	<u>56,484.81</u>
Investment Earnings:		
Interest	7.74	483.11
Net Investment Earnings	<u>7.74</u>	<u>483.11</u>
Total Additions	<u>3,759.38</u>	<u>56,967.92</u>
<b>DEDUCTIONS</b>		
Unemployment Claims	-	86,895.39
Scholarship Distributions	4,550.00	-
Total Deductions	<u>4,550.00</u>	<u>86,895.39</u>
Changes in Net Position	(790.62)	(29,927.47)
Net Position - Beginning of the Year	4,340.89	410,832.17
Net Position - End of the Year	<u>\$ 3,550.27</u>	<u>\$ 380,904.70</u>

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

**NOTES TO THE FINANCIAL STATEMENTS**



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Reporting Entity**

The District 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. The purpose of the district is to educate students in grades 9-12. The District operates three high schools.

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

- the organization is legally separate (can sue or be sued in their own name);
- the District holds the corporate powers of the organization;
- the District appoints a voting majority of the organization's board;
- the District is able to impose its will on the organization;
- the organization has the potential to impose a financial benefit/burden on the District;
- there is a fiscal dependency by the organization on the District;

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

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**B. Basis of Presentation, Measurement Focus and Basis of Accounting**

**Basis of Presentation**

The School District's basic financial statements consist of District-wide statements (i.e. statement of net position and a statement of activities) and fund financial statements, which provide a more detailed level of financial information.

*District-Wide Financial Statements:* The statement of net position and the statement of activities display information about the district as a whole. These statements report the financial activities of the overall District, except for fiduciary activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by property taxes, intergovernmental revenues, and other non-exchange transactions from business-type activities, generally financed in whole or in part with fees charged to external parties.

The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges and fees 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. Revenues that are not classified as program revenues, including taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing, or draws from the general revenues of the School District.

*Fund Financial Statements:* During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. 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 ("Department") 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 Department believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

Governmental Funds

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 all expendable financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment, which are classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles, as they pertain to governmental entities, state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

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

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

Proprietary Funds

The District reports the following proprietary fund:

Enterprise Funds – Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business operations – where the intent of the District is that the costs of providing goods or services be financed or recovered primarily through user charges.

The District's Enterprise Fund is comprised of the Food Service Fund, which accounts for all revenues and expenses pertaining to the District's cafeteria operations.

Fiduciary Funds

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Expendable Trust Fund - An Expendable Trust Fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. Expendable Trust Funds include the Unemployment Compensation Insurance Trust.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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Nonexpendable Trust Fund - A Nonexpendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

Agency Funds – Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

**C. Measurement Focus and Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

The District-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Net position (total assets less total liabilities) is used as a practical measure of economic resources and the operating statement includes all transactions and events that increased or decreased net position. Depreciation is charged as expense against current operations and accumulated depreciation is reported on the statement of net position.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Revenue from federal, state and other grants designated for payment of specific school district expenditures is recognized when the related expenditures are incurred; accordingly, when such funds are received, they are recorded as deferred revenues until earned. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

**D. Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for special revenue funds. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g). All budget amendments/transfer must be approved by School Board resolution. All budget 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.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
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Significant transfers approved by the Board of Education during the fiscal year were as follows:

Regular Program - Instruction	
Grades 9 - 12 - Salaries of Teachers	659,869.00
Special Education - Instruction	
Resource Room/Resource Center - Salaries of Teachers	172,821.00
Undistributed Expenditures - Instruction	
Tuition to CSSD & Regional Day Schools	183,140.00
Tuition to Private Schools for the Disabled - Within State	199,900.57
Tuition to Private Schools for the Disabled & Other LEA - Spl. O/S St.	241,700.00
Undistributed Expenditures - Health Services	
Salaries	(85,000.00)
Purchased Professional and Technical Services	(112,000.00)
Total Undistributed Expenditures - Required Maint. for School Facilities	
Cleaning, Repair, and Maintenance	138,804.00
Undistributed Expenditures - Other Oper. & Maint. Of Plant	
General Supplies	(106,360.00)
Energy(Energy and Electricity)	(101,745.00)
Energy(Natural Gas)	(109,277.00)
Undistributed Expenditures - Student Transportation Serv	
Contracted Services - (Bet. Home & School) - Ven.	443,310.00
Contr. Serv. - (Spc Ed Students) - Vendors	(848,034.00)
Contr. Serv. - (Spc Ed Students) - Joint Agreement	783,966.00
Unallocated Benefits	
Health Benefits	(1,444,698.00)

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
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**E. Encumbrance Accounting**

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as deferred revenues at fiscal year end.

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

**F. Assets, Liabilities and Equity**

Cash, Cash Equivalents and Investments

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

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

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

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

Inter-fund Transactions

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the Enterprise Fund. Repayments from funds responsible for particular expenditure/expenses to the funds that initially paid for them are not presented on the financial statements.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

Inventories

Inventories, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Inventories in the Enterprise Fund are recorded at cost, computed on a first-in, first out method. In the fund based financial statements, commodities received from the U.S. Department of Agriculture are recorded as deferred revenue until consumed.

Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over their estimated useful lives. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

Compensated Absences

The District accounts for compensated absences (e.g., unused sick, vacation leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policies. 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 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.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received in the Special Revenue Fund before they have been earned are recorded as deferred revenue.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance

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

- Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.
- Restricted - The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.
- Committed - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.
- Assigned - The assigned fund balance classification includes amounts that are constrained by the School District's intent to be used for specific purposes, but are neither restricted nor committed.
- Unassigned - The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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(CONTINUED)**

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

Revenues – Exchange and Non-exchange Transactions

Revenues 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.

Non-exchange 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 income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlement, and donations is recognized in the period in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the 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 specific 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 non-exchange 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 as an advance, interest and tuition.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the direct expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Pensions

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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(CONTINUED)**

Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Management Estimates

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

**G. Recent Accounting Pronouncements Not Yet Effective**

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement is effective for fiscal periods beginning after June 30, 2017. Although not determinable, the impact of this statement on the net position of the entity is anticipated to be significant.

In January 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 80, "Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14". This statement is effective for fiscal periods beginning after December 15, 2016, will not have any effect on the District's financial reporting.

In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 81, "Irrevocable Split-Interest Agreements". This statement is effective for fiscal periods beginning after December 15, 2016, will not have any effect on the District's financial reporting.

In November 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 83, "Certain Asset Retirement Obligations". This statement is effective for fiscal periods beginning after June 15, 2018, will not have any effect on the District's financial reporting.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84, "Fiduciary Activities". This statement is effective for fiscal periods beginning after December 15, 2018, will not have any effect on the District's financial reporting.

In March 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 85, "Omnibus 2017". This statement is effective for fiscal periods beginning after June 15, 2017, will have an effect on the District's financial reporting and will affect the disclosure of pension related items.

In May 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 86, "Certain Debt Extinguishment Issues". This statement is effective for fiscal periods beginning after June 15, 2017, will have an effect on the District's financial reporting and will affect the disclosure of pension related items. Although not determinable, the impact of this statement on the net position of the entity is not anticipated to be significant.

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 86, "Leases". This statement is effective for fiscal periods beginning after December 15, 2019, will have an effect on the District's financial reporting and will affect the disclosure of pension related items. Although not determinable, the impact of this statement on the net position of the entity is not anticipated to be significant.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 2017  
 (CONTINUED)**

**NOTE 2 – CASH AND CASH EQUIVELENTS**

**Deposits**

GASB Statement No. 3 amended by Statement No. 40 requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments.

The cash deposits not covered by depository insurance held at financial institutions are categorized as follows:

- a. Deposits are uncollateralized.
- b. Deposits are collateralized with securities held by the pledging financial institution.
- c. Deposits collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name.

At June 30, 2017, the carrying amount of the Board's deposits were \$1,245,899.70 and the bank balance was \$5,052,677.19. Of the School District's bank Balance of \$5,052,677.19 as of June 30, 2017, \$1,070,653.37 was uninsured and uncollateralized.

As of June 30, 2017, the District's bank balance was exposed to custodial credit risk as follows:

	Cash and Cash Equivalents
Insured	\$ 500,000.00
Uninsured and collateral held by pledging bank's trust department not in the District's name	3,482,023.82
Uninsured	1,070,653.37
	\$ 5,052,677.19

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The State of New Jersey has certain collateral requirements for governmental units. These requirements are disclosed in detail as part of Note 1E.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
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Investments

Pursuant to state statutes, the Board of Education may invest in the following:

- Direct obligations of, or obligations as to which the principal and interest is guaranteed by, the United States of America
- Government money market mutual funds
- Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress
- Bonds or obligations of the local unit or other obligations of school districts within the local unit
- Local government investment pools
- State of New Jersey Cash Management Fund
- Agreements for the repurchase of fully collateralized securities

N.J.S.A. 40A:5-15.1 provides specific guidance for the allowable investment of public funds. In order to maximize liquidity, while complying with statutory requirements, the District utilizes Parke Bank's Government Banking Investment Account for investing purposes.

Credit Risk: The Government Banking Investment Account is not rated. The District does not have an investment policy regarding the management of credit risk.

Interest Rate Risk: The District does not have a policy to limit interest rate risk. Weighted average maturity was not available for the New Jersey Cash Management Fund.

**NOTE 3 – RECEIVABLES**

Receivables at June 30, 2017, consisted of accounts (tuition), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Government Wide Financial Statements
	<u>                    </u>	<u>                    </u>
State and Federal Aid	\$ 1,070,440.24	1,185,658.80
Other	<u>1,508,597.86</u>	<u>1,603,333.40</u>
Gross Receivables	2,579,038.10	2,788,992.20
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net	<u><u>\$ 2,579,038.10</u></u>	<u><u>2,788,992.20</u></u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 4 – INTERFUND TRANSFERS AND BALANCES**

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund; and (2) repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2017:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 237,282.38	-
Special Revenue Fund	-	-
Capital Projects Fund	-	344,109.69
Debt Service Fund	3,624.95	-
Food Service	104,169.36	-
Trust and Agency Fund	-	967.00
Total	<u>\$ 345,076.69</u>	<u>345,076.69</u>
		-

**NOTE 5 – INVENTORY**

Inventory in the Food Service Enterprise Fund at June 30, 2017, consisted of the following:

Food	\$ 37,732.89
Supplies	<u>5,810.32</u>
	<u>\$ 43,543.21</u>

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements. The value of commodities included in the food inventory on June 30, 2017 is \$19,743.30..

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 6 – CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2017, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 3,798,498.00			3,798,498.00
Construction in Progress	20,529,467.76	10,563,760.18		31,093,227.94
Total capital assets not being depreciated	<u>24,327,965.76</u>	<u>10,563,760.18</u>	<u>-</u>	<u>34,891,725.94</u>
Capital assets being depreciated:				
Site Improvements	4,460,009.98	53,102.98		4,513,112.96
Buildings and building improvements	158,776,466.20		4,481,119.18	154,295,347.02
Machinery and Equipment	3,630,426.37	23,213.99	316,237.21	3,337,403.15
Total capital assets being depreciated at historical cost	<u>166,866,902.55</u>	<u>76,316.97</u>	<u>4,481,119.18</u>	<u>162,145,863.13</u>
Less accumulated depreciation for:				
Site Improvements	(2,500,124.74)	(302,668.43)	34,000.00	(2,768,793.17)
Buildings and improvements	(41,234,729.06)	(2,846,725.78)		(44,081,454.84)
Equipment	(2,138,478.51)	(269,238.38)		(2,407,716.89)
Subtotal accumulated depreciation	<u>(45,873,332.31)</u>	<u>(3,418,632.59)</u>	<u>34,000.00</u>	<u>(49,257,964.90)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>120,993,570.24</u>	<u>(3,342,315.62)</u>	<u>4,515,119.18</u>	<u>112,887,898.23</u>
Governmental activity capital assets, net	<u>145,321,536.00</u>	<u>7,221,444.56</u>	<u>4,515,119.18</u>	<u>147,779,624.17</u>
<b>Business-type activities:</b>				
Capital assets being depreciated:				
Buildings and Equipment	740,041.83	8,375.00	97,342.19	651,074.64
Less accumulated depreciation	(343,199.30)	(33,758.41)	12,736.82	(364,220.89)
Enterprise Fund capital assets, net	<u>\$ 396,842.53</u>	<u>(25,383.41)</u>	<u>110,079.01</u>	<u>286,853.75</u>

Depreciation expense is charged to governmental functions as follows:

Regular Instruction	\$ 3,537,386.28
Special Education	925,508.73
Other Instruction	481,660.74
Related Services	1,043,285.17
School Administration	218,403.42
Other Administration	615,764.05
Plant Operation	1,306,877.61
Total	<u>\$ 8,128,886.00</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 7 – LONG-TERM OBLIGATIONS**

Changes in long-term obligations for the year ended June 30, 2017 are as follows:

	Balance July 1, 2016	Issues or Additions	Payments or Expenditures	Balance June 30, 2017	Amounts Due Within One Year
Compensated Absenc	\$ 993,125.80	99,279.96	152,606.02	939,799.74	-
Capital Leases	1,469,979.51	-	327,359.41	1,142,620.10	323,116.21
Net Pension Liability	21,539,697.00	7,200,048.00	1,460,675.00	27,279,070.00	
Bonds Payable	53,801,000.00	-	3,235,000.00	50,566,000.00	3,600,000.00
	<u>\$ 77,803,802.31</u>	<u>7,299,327.96</u>	<u>5,175,640.43</u>	<u>79,927,489.84</u>	<u>3,923,116.21</u>

Compensated absences are liquidated in the General Fund.

Bonds Payable

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

At June 30, 2017, bonds payable consisted of the following issues:

\$27,409,000 School Bonds dated December 15, 2007, due in annual installments through February 1, 2033, bearing interest at rates ranging from 3.750% to 5.00%. The balance remaining as of June 30, 2017 is \$1,120,000.00.

\$3,320,000 School Bonds dated July 1, 2009 due in annual installments through August 1, 2019, bearing interest at rates ranging from 2.00% to 3.00%. The remaining balance as of June 30, 2017 is \$1,135,000.00.

\$6,091,000 School Bonds dated April 1, 2010 due in annual installments through February 1, 2023, bearing interest at rates ranging from 1.00% to 2.125%. The remaining balance as of June 30, 2017 is \$3,891,000.00

\$20,300,000 School Bonds dated June 18, 2015 due in annual installments through July 15, 2035, bearing interest at rates ranging from 3.25% to 3.625%. The remaining balance as of June 30, 2017 is \$20,300,000.00.

\$24,340,000 School Refunding Bonds dated May 10, 2016, due in annual installments through February 2, 2033, bearing interest at rates ranging from 3.00% to 5.0%. The balance remaining as of June 30, 2017 is \$24,120,000.00.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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Debt service requirements on serial bonds payable at June 30, 2017 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2018	\$ 3,600,000.00	1,850,096.26	5,450,096.26
2019	3,665,000.00	1,733,096.26	5,398,096.26
2020	3,765,000.00	1,606,990.01	5,371,990.01
2021	3,480,000.00	1,484,221.26	4,964,221.26
2022-2026	6,421,000.00	5,322,980.02	11,743,980.02
2027-2031	14,985,000.00	2,817,193.75	17,802,193.75
2032-2035	14,650,000.00	686,906.25	15,336,906.25
	<u>\$ 50,566,000.00</u>	<u>15,501,483.81</u>	<u>66,067,483.81</u>

**NOTE 8 – PENSION PLANS**

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
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Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2008 under the provisions of Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist. In addition to the employee contributions, the School District's contribution amounts for each pay period are required to be transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period. The School District has 27 employees enrolled in the Defined Contribution Retirement Program (DCRP) during the fiscal year ended June 30, 2017.

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
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Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.20% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 19.53% and the PERS rate is 14.32% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2017, 2016 and 2015 are listed below, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2017, 2016 and 2015 are also listed below, equal to the required contributions for each year.

Three Year Trend Information for PERS			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2017	\$ 824,474.00	100%	-
6/30/2016	824,945.00	100%	-
6/30/2015	765,364.00	100%	-

Three Year Trend Information for TPAF (Paid on behalf of the District)			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
06/30/17	\$ 4,787,673.00	100%	\$ -
06/30/16	4,154,672.00	100%	-
06/30/15	3,254,911.00	100%	-

During the fiscal year ended June 30, 2017, the State of New Jersey contributed \$4,787,673.00 to the TPAF for benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66, the State of New Jersey reimbursed the District \$1,823,864.98 during the year ended June 30, 2017 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the District-wide financial statements and the fund-based statements as revenues and expenditures in accordance with GASB Statement No. 24.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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Significant Legislation - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Teacher's Pension and Annuity Fund (TPAF) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS and TPAF hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of  $\frac{1}{4}$  of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the systems is increased from age 63 to 65 for Tier 5 members.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years. For fiscal year 2013, the member contribution rates increased in October 2012. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage.
- The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS and TPAF from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS and TPAF to  $\frac{1}{60}$ <sup>th</sup> from  $\frac{1}{55}$ <sup>th</sup>, and it provided that new members of PERS and TPAF have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS and TPAF will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. The law also requires the State to make its full pension contribution, defined as  $\frac{1}{7}$ <sup>th</sup> of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS and TPAF with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 9 – PUBLIC EMPLOYEES RETIREMENT SYSTEM**

At June 30, 2017, the District reported a liability of \$27,279,070.00 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 that date. 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 employers, actuarially determined. At June 30, 2016, the District's proportion was 0.09210571310%, which was a decrease of 0.000384804780% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$2,567,532.00. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 507,308.00	
Changes of assumptions	5,650,766.00	
Net difference between projected and actual earnings on pension plan investments	1,040,176	
Changes in proportion and differences between District contributions and proportionate share of contributions	389,747.00	642,421.00
District contributions subsequent to the measurement date	818,254.00	
Total	\$ 8,406,251.00	\$ 642,421.00

\$818,254.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (June 30, 2016) will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2018	\$ 1,571,827.00
2019	1,571,827.00
2020	1,796,921.00
2021	1,503,724.00
2022	501,277.00
Total	\$ 6,945,576.00

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
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**Actuarial Assumptions**

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation of July 1, 2015, which was rolled forward to June 30, 2016. This actuarial valuation used the following assumptions, applied to all period 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 Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. 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 2014 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 1 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 experience deviates, the larger the impact on future financial statements.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
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In accordance with State statute, the long-term expected rate of return on plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflations. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2016 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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 US 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 (Except US)	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 on the contribution rate in the most recent fiscal year. The State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of the 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.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
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*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.*

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

	Decrease (2.98%)	Rate (3.98%)	Increase (4.98%)
District's proportionate share of the net pension liability	\$ 32,691,339.56	27,279,070.00	22,815,569.76

*Pension plan fiduciary net position.*

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

**NOTE 10 - TEACHERS' PENSION AND ANNUITY FUND (TPAF)**

At June 30, 2017, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ -
State's proportionate share of the net position liability associated with the District	<u>186,338,120.00</u>
Total	<u>\$ 186,338,120.00</u>

The net pension liability was measured as of June 30, 2016 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. 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 school districts and the State, actuarially determined. At June 30, 2016, the District's proportion was 0.00%, which was no change from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$14,000,717.00 and revenue of \$14,000,717.00 for support provided by the State. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to TPAF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 656,658.00	318,669.00
Changes of assumptions	37,195,325.00	
Net difference between projected and actual earnings on pension plan investments	3,398,462.00	
Changes in proportion and differences between District contributions and proportionate share of contributions	9,591,326.00	
District contributions subsequent to the measurement date	<u>1,886,441.00</u>	
Total	<u>\$ 52,728,212.00</u>	<u>318,669.00</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
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(CONTINUED)**

\$1,886,441.00 reported as deferred outflows of resources related to pensions resulting from district contributions subsequent to the measurement date (June 30, 2016) will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2018	\$ 7,699,201.00
2019	7,699,201.00
2020	9,019,463.00
2021	8,435,193.00
2022	7,125,407.00
Thereafter	<u>12,431,078.00</u>
Total	<u><u>\$ 52,409,543.00</u></u>

*Actuarial assumptions.* The total pension liability in the June 30, 2016 actuarial valuation 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 assumptions, applied to all period included 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 disable 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, 20012 to June 30, 2015.

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**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
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***Long-Term Expected Rate of Return***

In accordance with State statute, the long-term expected rate of return on plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic 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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return.
US 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 - Multi Strategy	5.00%	3.70%
Hedge Funds - Equity Hedge	3.75%	4.72%
Hedge Funds - Distressed	3.75%	3.49%

*Discount rate.* 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 average of the last five years of employers' 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 2029. Therefore, the long-term expected rate of return on 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 District's proportionate share of the net pension liability to changes in the discount rate.*

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
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The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 3.22% 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 (2.22%) or 1-percentage point higher (4.22%) than the current rate:

	1% Decrease (2.22%)	Current Discount Rate (3.22%)	1% Increase (4.22%)
District's proportionate share of the net pension liability	\$ -	-	-

*Pension plan fiduciary net position.*

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

**NOTE 11 – POST-RETIREMENT BENEFITS**

The School District contributes to the New Jersey State Health Benefits Program ("the SHBP"), a cost sharing multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP provides medical, prescription drug, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents. The State Health Benefits Program is found in the 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 Division of Pension and Benefits issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2008, C. 103 amended the law to eliminate the funding and payment of post-retirement medical benefits for retired state employees through 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 eligible for 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 premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c. 126 which provides free health benefits for members PERS and the Alternative 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 in Fiscal Year 2016.

The State also makes on-behalf payment for Teachers Pension and Annuity program retirees for health benefits. The on-behalf amount paid by the State of New Jersey in fiscal year 2016-17 was \$4,787,673.00.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 12 – 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.

The liability for vested compensated absences for the governmental fund types is recorded in current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability of compensated absences.

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 Food Service Enterprise Fund.

**NOTE 13 – DEFERRED COMPENSATION**

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

Thomas Seely Agency, Inc.  
Siracusa Benefits Program  
AXA

**NOTE 14 – RISK MANAGEMENT**

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

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

New Jersey Unemployment Compensation Insurance - The District has elected to fund 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, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and prior year:

Fiscal Year	District Contributions	Interest on Investments	Employee Contributions	Claims Paid	Ending Balance
2016-2017	\$ -	483.11	56,484.81	86,895.39	380,904.70
2015-2016	-	616.12	53,350.88	90,129.83	410,832.17
2014-2015	-	623.54	52,155.06	64,434.82	446,995.00

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 15 – CONTINGENT LIABILITIES**

Federal and State Grants

The District participates in a number of federal and state grant programs. The grant 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 is not aware of any material items of noncompliance would result in the disallowance of program expenditures.

**NOTE 16 – DEFICIT UNRESTRICTED NET POSITION**

The School District had a deficit in unrestricted net position of (\$23,406,526.29) with regard to Governmental Activities as of June 30, 2017. This deficit was attributable to the Net Pension Liability, the liability for compensated absences as well as the June State Aid Payment as noted above.

**NOTE 17 – FUND BALANCE**

General Fund – Of the (\$1,768,079.03) General Fund Fund balance, at June 30, 2017, \$57,552.54 is reserved for encumbrances, however \$0.00 is shown as assigned on the balance sheet since GASB requires that unassigned fund balance cannot be a deficit when assigned balances are available. The total \$300,000.00 has been legally restricted and included as anticipated revenue for the year ending June 30, 2018, however, \$0 is shown as committed on the balance since GASB requires that unassigned fund balance cannot be deficit when assigned balances are available and \$(1,768,079.03) is unreserved and undesignated, after adjusting for the encumbrances and amounts designated for subsequent year's expenditures in the amounts of \$57,552.54 and 300,000.00, respectively.

**NOTE 18 – CALCULATION OF EXCESS SURPLUS**

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance generated for the year ended June 30, 2017 is \$0.00. The excess fund balance generated for the year ended June 30, 2016 was \$0.00.

**NOTE 19 – DEFICIT FUND BALANCES**

The District has a deficit fund balance of (\$1,768,079.03) in the General Fund as of June 30, 2017 as reported in the fund statements (modified accrual basis). N.J.S.A.18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, 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 last state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered a violation of New Jersey statute and regulation nor in need of corrective action.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017  
(CONTINUED)**

**NOTE 20 – ECONOMIC DEPENDENCY**

The District receives support from federal government and from the state government. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

**NOTE 21 – SUBSEQUENT EVENTS**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2017 and November 27, 2017, the date that the financial statements were issued for possible disclosure and recognition in the financial statements, and no items have come to attention of the District that would require disclosure.

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## **Required Supplementary Information – Part II**



# **Budgetary Comparison Schedules**





**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 31,041,661.00	-	31,041,661.00	31,041,662.00	1.00
Tuition	1,255,088.00	-	1,255,088.00	1,422,925.73	167,837.73
Interest Earned on Capital Reserve	-	-	-	75.62	75.62
Miscellaneous	720,050.00	-	720,050.00	1,095,010.97	374,960.97
Total Local Sources	<u>33,016,799.00</u>	<u>-</u>	<u>33,016,799.00</u>	<u>33,559,674.32</u>	<u>542,875.32</u>
State Sources:					
Categorical Special Education Aid	2,210,222.00	-	2,210,222.00	2,210,222.00	-
Equalization Aid	27,932,170.00	-	27,932,170.00	27,932,170.00	-
Categorical Security Aid	672,859.00	-	672,859.00	672,859.00	-
Categorical Transportation Aid	433,111.00	-	433,111.00	433,111.00	-
Extraordinary Aid	700,000.00	-	700,000.00	715,896.00	15,896.00
PARCC Readiness Aid	34,620.00	-	34,620.00	34,620.00	-
Per Pupil Growth Aid	34,620.00	-	34,620.00	34,620.00	-
Professional Learning Community Aid	32,050.00	-	32,050.00	32,050.00	-
Reimbursement for Non-Public Transportation	-	-	-	22,446.00	22,446.00
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	-	-
Pension Contribution	-	-	-	2,609,482.00	2,609,482.00
Post Retirement Medical	-	-	-	2,174,292.00	2,174,292.00
Long Term Disability	-	-	-	3,899.00	3,899.00
TPAF Social Security (Reimbursed- Non-Budgeted)	-	-	-	1,823,864.98	1,823,864.98
Total State Sources	<u>32,049,652.00</u>	<u>-</u>	<u>32,049,652.00</u>	<u>38,699,531.98</u>	<u>6,649,879.98</u>
Federal Sources:					
Medicaid Reimbursement	100,643.00	-	100,643.00	83,688.97	(16,954.03)
Total Federal Sources	<u>100,643.00</u>	<u>-</u>	<u>100,643.00</u>	<u>83,688.97</u>	<u>(16,954.03)</u>
Total Revenues	<u>65,167,094.00</u>	<u>-</u>	<u>65,167,094.00</u>	<u>72,342,895.27</u>	<u>7,175,801.27</u>
<b>EXPENDITURES:</b>					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Grades 9 - 12 Salaries of Teachers	15,955,715.00	659,869.00	16,615,584.00	16,615,567.52	16.48
Regular Programs - Home Instruction					
Salaries of Teachers	66,924.00	1,344.00	68,268.00	68,267.50	0.50
Purchased Professional - Educational Services	60,944.00	23,500.00	84,444.00	84,435.46	8.54
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	101,675.00	(13,905.00)	87,770.00	87,770.00	-
Purchased Professional/Educational Services	15,000.00	3,404.00	18,404.00	18,403.88	0.12
Rentals	-	-	-	-	-
Other Purchased Services (400-500 series)	377,887.00	(24,700.00)	353,187.00	352,824.86	362.14
General Supplies	1,069,762.00	6,021.06	1,075,783.06	1,075,746.81	36.25
Textbooks	29,100.00	13,313.00	42,413.00	42,412.71	0.29
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>17,677,007.00</u>	<u>668,846.06</u>	<u>18,345,853.06</u>	<u>18,345,428.74</u>	<u>424.32</u>
SPECIAL EDUCATION - INSTRUCTION					
Behavioral Disabilities					
Salaries of Teachers	295,156.00	11,632.00	306,788.00	306,787.58	0.42
Other Salaries for Instruction	65,113.00	4,875.00	69,988.00	69,987.41	0.59
Purchased Professional - Educational Services	735,000.00	-	735,000.00	735,000.00	-
General Supplies	4,925.00	(1,277.00)	3,648.00	3,647.68	0.32
Textbooks	1,234.00	(1,234.00)	-	-	-
Total Behavioral Disabilities	<u>1,101,428.00</u>	<u>13,996.00</u>	<u>1,115,424.00</u>	<u>1,115,422.67</u>	<u>1.33</u>
Multiple Disabilities					
Salaries of Teachers	212,702.00	10,519.00	223,221.00	223,220.70	0.30
Other Salaries for Instruction	39,467.00	(26,188.00)	13,279.00	13,278.92	0.08
General Supplies	8,000.00	(1,202.00)	6,798.00	6,797.35	0.65
Textbooks	-	-	-	-	-
Total Multiple Disabilities	<u>260,169.00</u>	<u>(16,871.00)</u>	<u>243,298.00</u>	<u>243,296.97</u>	<u>1.03</u>
Resource Room/Resource Center					
Salaries of Teachers	2,760,586.00	172,821.00	2,933,407.00	2,933,406.66	0.34
Other Salaries for Instruction	582,985.00	57,994.00	640,979.00	640,978.95	0.05
General Supplies	28,344.00	3,553.00	31,897.00	31,896.20	0.80
Textbooks	2,794.00	(2,794.00)	-	-	-
Total Resource Room/Resource Center	<u>3,374,709.00</u>	<u>231,574.00</u>	<u>3,606,283.00</u>	<u>3,606,281.81</u>	<u>1.19</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>4,736,306.00</u>	<u>228,699.00</u>	<u>4,965,005.00</u>	<u>4,965,001.45</u>	<u>3.55</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Basic Skills/Remedial - Instruction					
Other Salaries for Instruction	59,594.00	406.00	60,000.00	59,999.97	0.03
Purchased Professional - Educational Services	66,398.00	(40,000.00)	26,398.00	24,123.00	2,275.00
Total Basic Skills/Remedial - Instruction	<u>125,992.00</u>	<u>(39,594.00)</u>	<u>86,398.00</u>	<u>84,122.97</u>	<u>2,275.03</u>
Bilingual Education - Instruction					
Salaries of Teachers	83,538.00	2,761.00	86,299.00	86,298.10	0.90
Total Bilingual Education - Instruction	<u>83,538.00</u>	<u>2,761.00</u>	<u>86,299.00</u>	<u>86,298.10</u>	<u>0.90</u>
School-Spon. Cocurricular Activities - Instruction					
Salaries	454,332.00	6,436.00	460,768.00	460,753.15	14.85
Purchased Services (300 - 500 series)	10,400.00	(3,906.00)	6,494.00	6,493.50	0.50
Supplies and Materials	17,427.00	(9,500.00)	7,927.00	7,068.31	858.69
Total School-Spon. Cocurricular Activities - Inst.	<u>482,159.00</u>	<u>(6,970.00)</u>	<u>475,189.00</u>	<u>474,314.96</u>	<u>874.04</u>
School-Spon. Cocurricular Athletics - Instruction					
Salaries	1,291,474.00	15,341.00	1,306,815.00	1,306,760.55	54.45
Purchased Services (300 - 500 series)	271,986.00	-	271,986.00	271,985.40	0.60
Supplies and Materials	329,942.00	(54,299.99)	275,642.01	265,903.43	9,738.58
Transfers to Cover Deficit (Athletics Funds)	400,000.00	(41,200.03)	358,799.97	353,653.79	5,146.18
Total School-Spon. Cocurricular Athletics - Inst.	<u>2,293,402.00</u>	<u>(80,159.02)</u>	<u>2,213,242.98</u>	<u>2,198,303.17</u>	<u>14,939.81</u>
<b>TOTAL INSTRUCTION</b>	<u>25,398,404.00</u>	<u>773,583.04</u>	<u>26,171,987.04</u>	<u>26,153,469.39</u>	<u>18,517.65</u>
<b>UNDISTRIBUTED EXPENDITURES</b>					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs Within the State-Regular	-	26,792.00	26,792.00	26,755.19	36.81
Tuition to other LEAs Within the State-Special	110,083.00	(75,594.00)	34,489.00	34,488.62	0.38
Tuition to County Voc. School Dist. - Regular	2,870,642.00	(14,500.00)	2,856,142.00	2,856,141.60	0.40
Tuition to County Voc. School Dist. - Special	259,890.00	96,081.00	355,971.00	355,970.40	0.60
Tuition to CSSD & Regional Day Schools	2,439,412.00	183,140.00	2,622,552.00	2,619,133.56	3,418.44
Tuition to Private Schools for the Disabled - Within State	1,232,782.00	199,900.57	1,432,682.57	1,432,661.44	21.13
Tuition to Private Schools for the Disabled & Other LEA - Spl. O/S St.	-	241,700.00	241,700.00	241,636.80	63.20
Tuition - State Facilities	369,337.00	-	369,337.00	369,337.00	-
Tuition - Other	-	9,500.00	9,500.00	9,500.00	-
Total Undistributed Expenditures - Instruction	<u>7,282,146.00</u>	<u>667,019.57</u>	<u>7,949,165.57</u>	<u>7,945,624.61</u>	<u>3,540.96</u>
Undistributed Expend. - Attend. & Social Worker					
Salaries	146,779.00	6,174.00	152,953.00	152,952.51	0.49
Other Purchased Services	300.00	-	300.00	212.66	87.34
Supplies and Materials	-	-	-	-	-
Total Undist. Expend. - Attend. & Social Worker	<u>147,079.00</u>	<u>6,174.00</u>	<u>153,253.00</u>	<u>153,165.17</u>	<u>87.83</u>
Undistributed Expend. - Health Services					
Salaries	287,337.00	(85,000.00)	202,337.00	196,888.03	5,448.97
Purchased Professional and Technical Services	365,666.00	(112,000.00)	253,666.00	253,315.25	350.75
Other Purchased Services (400-500 series)	500.00	-	500.00	-	500.00
Supplies & Materials	18,401.00	-	18,401.00	17,385.86	1,015.14
Total Undistributed Expend. - Health Services	<u>671,904.00</u>	<u>(197,000.00)</u>	<u>474,904.00</u>	<u>467,589.14</u>	<u>7,314.86</u>
Undist. Expend. - Other Support Serv. Students - Related Services					
Salaries	125,034.00	7,133.00	132,167.00	132,166.81	0.19
Purchased Professional - Educational Services	5,000.00	18,300.00	23,300.00	23,281.50	18.50
Student - Related Services	<u>130,034.00</u>	<u>25,433.00</u>	<u>155,467.00</u>	<u>155,448.31</u>	<u>18.69</u>
Undistributed Expenditures- Guidance					
Regular					
Salaries of Other Professional Staff	1,533,995.00	1,572.00	1,535,567.00	1,535,566.60	0.40
Salaries of Secretarial and Clerical Assistants	351,783.00	11,511.00	363,294.00	363,293.70	0.30
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	575.00	88.00	663.00	661.57	1.43
Supplies & Materials	4,037.00	(1,040.00)	2,997.00	1,871.30	1,125.70
Other Objects	3,313.00	-	3,313.00	2,589.05	723.95
Total Undist. Expend. - Guidance	<u>1,893,703.00</u>	<u>12,131.00</u>	<u>1,905,834.00</u>	<u>1,903,982.22</u>	<u>1,851.78</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undistributed Expenditures - Child Study Teams					
Salaries of Other Professional Staff	866,926.00	(50,616.00)	816,310.00	816,288.33	21.67
Salaries of Secretarial and Clerical Assistants	178,985.00	5,228.00	184,213.00	184,212.27	0.73
Purchased Professional/Educational Services	128,513.00	(18,000.00)	110,513.00	109,947.00	566.00
Other Purchased Services (400-500 series)	3,400.00	-	3,400.00	2,583.15	816.85
Supplies & Materials	6,000.00	(6,000.00)	-	-	-
<b>Total Undist. Expend. - Child Study Team</b>	<b>1,183,824.00</b>	<b>(69,388.00)</b>	<b>1,114,436.00</b>	<b>1,113,030.75</b>	<b>1,405.25</b>
Undist. Expend. - Improvement of Inst. Services					
Salaries of Supervisor of Instruction	347,203.00	11,817.00	359,020.00	359,019.83	0.17
Salaries of Other Professional Staff	676,769.00	65,114.00	741,883.00	741,882.64	0.36
Purchased Professional/Educational Services	37,176.00	(24,834.00)	12,342.00	10,448.75	1,893.25
Other Purchased Services (400-500 series)	5,000.00	-	5,000.00	4,755.66	244.34
<b>Total Undist. Expend. - Improvement of Inst. Serv.</b>	<b>1,066,148.00</b>	<b>52,097.00</b>	<b>1,118,245.00</b>	<b>1,116,106.88</b>	<b>2,138.12</b>
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	572,144.00	37,103.00	609,247.00	609,246.34	0.66
Other Purchased Services (400-500 series)	13,000.00	(635.00)	12,365.00	12,364.80	0.20
Supplies & Materials	61,213.00	6,558.00	67,771.00	67,770.79	0.21
Other Objects	-	-	-	-	-
<b>Total Undistributed Expenditures - Educational Media Services - School Library</b>	<b>646,357.00</b>	<b>43,026.00</b>	<b>689,383.00</b>	<b>689,381.93</b>	<b>1.07</b>
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	280,795.00	(15,872.00)	264,923.00	264,921.95	1.05
Legal Services	90,000.00	(25,395.00)	64,605.00	64,604.40	0.60
Audit Fees	35,000.00	(2,500.00)	32,500.00	32,500.00	-
Architectural/Engineering Services	3,000.00	(3,000.00)	-	-	-
Other Purchased Professional Services	32,250.00	96,654.00	128,904.00	128,895.50	8.50
Purchased Technical Services	25,000.00	10,038.00	35,038.00	35,037.96	0.04
Communications/Telephone	240,000.00	(17,500.00)	222,500.00	222,413.12	86.88
BOE Other Purchased Services	500.00	100.00	600.00	503.00	97.00
Miscellaneous Purchases Services	411,671.00	3,265.00	414,936.00	414,591.00	345.00
General Supplies	10,300.00	4,509.00	14,809.00	14,493.71	315.29
Miscellaneous Expenditures	7,400.00	728.00	8,128.00	8,127.52	0.48
BOE Membership Dues and Fees	26,000.00	-	26,000.00	25,779.20	220.80
<b>Total Undistributed Expenditures - Support Services - General Administration</b>	<b>1,161,916.00</b>	<b>51,027.00</b>	<b>1,212,943.00</b>	<b>1,211,867.36</b>	<b>1,075.64</b>
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals	1,031,329.00	(72,192.00)	959,137.00	959,136.21	0.79
Salaries of Other Professional Staff	484,716.00	32,449.00	517,165.00	517,164.80	0.20
Salaries of Secretarial and Clerical Assistants	58,450.00	35,507.00	93,957.00	93,956.99	0.01
Other Purchased Services (400-500 series)	19,340.00	(2,894.00)	16,446.00	15,494.06	951.94
Supplies & Materials	51,604.00	(14,798.00)	36,806.00	36,283.37	522.63
Other Objects	37,990.00	(9,139.00)	28,851.00	28,781.88	69.12
<b>Total Undistributed Expenditures - Support Services - School Administration</b>	<b>2,183,429.00</b>	<b>(31,067.00)</b>	<b>2,152,362.00</b>	<b>2,150,817.31</b>	<b>1,544.69</b>
Undist. Expend. - Central Services					
Salaries	574,069.00	14,727.00	588,796.00	588,795.56	0.44
Purchased Professional Services	29,800.00	-	29,800.00	28,560.30	1,239.70
Purchased Technical Services	1,000.00	(960.00)	40.00	-	40.00
Other Purchased Services (400-500 series)	-	4,000.00	4,000.00	2,706.11	1,293.89
Miscellaneous Purchased (400-500 series)	52,000.00	(4,000.00)	48,000.00	48,000.00	-
Supplies & Materials	2,000.00	-	2,000.00	859.21	1,140.79
Miscellaneous Expenditures	25,900.00	(10,912.00)	14,988.00	13,639.93	1,348.07
<b>Total Undistributed Expenditures - Central Services</b>	<b>684,769.00</b>	<b>2,855.00</b>	<b>687,624.00</b>	<b>682,561.11</b>	<b>5,062.89</b>
Undist. Expend. - Admin. Info. Technology					
Salaries	95,927.00	1,969.00	97,896.00	97,895.45	0.55
Other Purchased Services (400-500 series)	1,000.00	-	1,000.00	557.74	442.26
Supplies & Materials	21,179.00	(1,442.00)	19,737.00	14,932.50	4,804.50
Other Objects	581,538.00	(30,000.00)	551,538.00	469,960.66	81,577.34
<b>Total Undistributed Expenditures - Admin Info. Technology</b>	<b>699,644.00</b>	<b>(29,473.00)</b>	<b>670,171.00</b>	<b>583,346.35</b>	<b>86,824.65</b>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Total Undistributed Expenditures - Required Maint. for School Facilities					
Salaries	603,379.00	33,125.00	636,504.00	636,488.63	15.37
Cleaning, Repair and Maintenance Service	391,170.00	138,804.00	529,974.00	506,014.73	23,959.27
General Supplies	71,300.00	(13,480.28)	57,819.72	57,818.14	1.58
Other Objects	41,410.00	19,360.00	60,770.00	13,471.29	47,298.71
Total Undistributed Expenditures - Allowable Maintenance for School Facilities	<u>1,107,259.00</u>	<u>177,808.72</u>	<u>1,285,067.72</u>	<u>1,213,792.79</u>	<u>71,274.93</u>
Undist. Expend. - Other Oper. & Maint. of Plant					
Salaries	2,250,290.00	58,519.00	2,308,809.00	2,308,808.22	0.78
Purchased Professional and Technical Services	129,462.00	7,743.00	137,205.00	137,204.87	0.13
Cleaning, Repair and Maintenance Service	79,344.00	(47,197.00)	32,147.00	30,300.05	1,846.95
Other Purchased Property Services	113,000.00	-	113,000.00	112,737.43	262.57
Insurance	262,601.00	(2,770.00)	259,831.00	259,831.00	-
Miscellaneous Purchased Services	91,157.00	(3,500.00)	87,657.00	87,615.94	41.06
General Supplies	349,900.00	(106,360.00)	243,540.00	243,358.25	181.75
Energy(Energy and Electricity)	1,575,000.00	(101,745.00)	1,473,255.00	1,466,309.66	6,945.34
Energy(Natural Gas)	245,000.00	(109,277.00)	135,723.00	132,489.62	3,233.38
Total Undistributed Expenditures - Other Operations and Maintenance of Plant	<u>5,095,754.00</u>	<u>(304,587.00)</u>	<u>4,791,167.00</u>	<u>4,778,655.04</u>	<u>12,511.96</u>
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	297,883.00	(902.00)	296,981.00	296,980.76	0.24
Cleaning, Repair, and Maintenance Services	249,865.00	(64,170.00)	185,695.00	165,354.67	20,340.33
General Supplies	131,350.00	(17,411.59)	113,938.41	105,966.50	7,971.91
Other Objects	31,050.00	(5,271.35)	25,778.65	20,670.93	5,107.72
Total Care and Upkeep of Grounds	<u>710,148.00</u>	<u>(87,754.94)</u>	<u>622,393.06</u>	<u>588,972.86</u>	<u>33,420.20</u>
Undist. Expend. - Security					
Salaries	660,404.00	5,090.00	665,494.00	665,057.85	436.15
Cleaning, Repair, and Maintenance	12,500.00	(5,894.00)	6,606.00	5,066.96	1,539.04
General Supplies	6,000.00	(5,400.00)	600.00	-	600.00
Total Security	<u>678,904.00</u>	<u>(6,204.00)</u>	<u>672,700.00</u>	<u>670,124.81</u>	<u>2,575.19</u>
Total Undistributed Expenditures Operations and Maintenance of Plant Services	<u>7,592,065.00</u>	<u>(220,737.22)</u>	<u>7,371,327.78</u>	<u>7,251,545.50</u>	<u>119,782.28</u>
Undist. Expend. - Student Transportation Serv.					
Sal.- Pup. Trans. (Bet. Home & School) - Reg.	122,745.00	8,331.00	131,076.00	131,075.64	0.36
Contracted Services - (Bet. Home & School) - Ven.	2,491,465.00	443,310.00	2,934,775.00	2,934,766.76	8.24
Contracted Services - (Other than Home & Sch)	539,123.00	47,107.94	586,230.94	586,229.84	1.10
Contr. Serv. - (Special Ed. Students) - Vendors	873,690.00	(848,034.00)	25,656.00	25,151.81	504.19
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	162,132.00	783,966.00	946,098.00	912,316.02	33,781.98
Contr. Serv. - Aid in Lieu - NP Students	58,000.00	6,550.00	64,550.00	64,549.64	0.36
Contr. Serv. - Aid in Lieu - Charter School	10,000.00	(236.00)	9,764.00	9,743.34	20.66
Contr. Serv. - Aid in Lieu - Choice	11,000.00	(1,276.00)	9,724.00	9,478.40	245.60
Misc. Purchased Service - Transportation	5,500.00	745.00	6,245.00	6,245.00	-
Total Undistributed Expenditures - Student Transportation Services	<u>4,273,655.00</u>	<u>440,463.94</u>	<u>4,714,118.94</u>	<u>4,679,556.45</u>	<u>34,562.49</u>
Unallocated Benefits					
Group Insurance	12,600.00	-	12,600.00	9,234.94	3,365.06
Social Security Contribution	810,000.00	(12,000.00)	798,000.00	797,944.35	55.65
Other Retirement Contributions - PERS/DCRP	807,500.00	73,780.00	881,280.00	881,279.67	0.33
Workmen's Compensation	484,501.00	(3,265.00)	481,236.00	481,236.00	-
Health Benefits	9,046,121.00	(1,444,698.00)	7,601,423.00	7,421,187.09	180,235.91
Tuition Reimbursement	73,000.00	(23,564.00)	49,436.00	49,435.18	0.82
Other Employee Benefits	38,480.00	(38,480.00)	-	-	-
Total Unallocated Benefits	<u>11,272,202.00</u>	<u>(1,448,227.00)</u>	<u>9,823,975.00</u>	<u>9,640,317.23</u>	<u>183,657.77</u>
On-Behalf Contributions					
On-Behalf TPAF Pension Contribution (non-bud)					
Pension Contribution	-	-	-	2,609,482.00	(2,609,482.00)
Post Retirement Medical	-	-	-	2,174,292.00	(2,174,292.00)
Long Term Disability	-	-	-	3,899.00	(3,899.00)
Reimbursed TPAF Social Security Cont.(non-bud)	-	-	-	1,823,864.98	(1,823,864.98)
Total On-Behalf Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,611,537.98</u>	<u>(6,611,537.98)</u>
Total Personal Services - Employee Benefits	<u>11,272,202.00</u>	<u>(1,448,227.00)</u>	<u>9,823,975.00</u>	<u>16,251,855.21</u>	<u>(6,427,880.21)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>40,888,875.00</u>	<u>(695,665.71)</u>	<u>40,193,209.29</u>	<u>46,355,878.30</u>	<u>(6,162,669.01)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>66,287,279.00</u>	<u>77,917.33</u>	<u>66,365,196.33</u>	<u>72,509,347.69</u>	<u>(6,144,151.36)</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
<b>CAPITAL OUTLAY</b>					
Regular Programs - Instruction Grades 9 - 12	125,000.00	(35,204.01)	89,795.99	89,795.30	0.69
Total Equipment	<u>125,000.00</u>	<u>(35,204.01)</u>	<u>89,795.99</u>	<u>89,795.30</u>	<u>0.69</u>
Facilities Acquisition and Construction Services Assessment for Debt Service SDA Funding	611,662.00	8,200.00	619,862.00	619,826.62	35.38
Total Facilities Acquisition and Construction Services	<u>611,662.00</u>	<u>8,200.00</u>	<u>619,862.00</u>	<u>619,826.62</u>	<u>35.38</u>
<b>TOTAL CAPITAL OUTLAY</b>	<u>736,662.00</u>	<u>(27,004.01)</u>	<u>709,657.99</u>	<u>709,621.92</u>	<u>36.07</u>
Transfer of Funds to Charter Schools	517,080.00	1,603.00	518,683.00	518,683.00	-
<b>TOTAL EXPENDITURES</b>	<u>67,541,021.00</u>	<u>52,516.32</u>	<u>67,593,537.32</u>	<u>73,737,652.61</u>	<u>(6,144,115.29)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(2,373,927.00)</u>	<u>(52,516.32)</u>	<u>(2,426,443.32)</u>	<u>(1,394,757.34)</u>	<u>1,031,685.98</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(2,373,927.00)	(52,516.32)	(2,426,443.32)	(1,394,757.34)	1,031,685.98
Fund Balance July 1	2,441,387.31	-	2,441,387.31	2,441,387.31	-
Fund Balance June 30	<u>\$ 67,460.31</u>	<u>(52,516.32)</u>	<u>14,943.99</u>	<u>1,046,629.97</u>	<u>1,031,685.98</u>
Recapitulation:					
Assigned Fund Balance:					
Unreserved - Designated for Subsequent Year's Expenditures				300,000.00	
Reserve for Encumbrances				57,552.54	
Unassigned Fund Balance				<u>689,077.43</u>	
				1,046,629.97	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payments not recognized on GAAP Basis				<u>(2,814,709.00)</u>	
				<u>\$ (1,768,079.03)</u>	

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources	\$ -	26,308.17	26,308.17	5,774.65	(20,533.52)
State Sources	25,806.00	12,925.00	38,731.00	38,731.00	-
Federal Sources	1,236,777.00	216,175.37	1,452,952.37	1,431,534.95	(21,417.42)
<b>Total Revenues</b>	<b>1,262,583.00</b>	<b>255,408.54</b>	<b>1,517,991.54</b>	<b>1,476,040.60</b>	<b>(41,950.94)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of Teachers	320,393.00	90,769.00	411,162.00	399,056.00	12,106.00
Purchased Professional & Technical Services	19,180.00	20,507.00	39,687.00	38,933.29	753.71
Tuition	671,477.00	91,102.00	762,579.00	762,579.00	-
Supplies & Materials	77,748.00	15,568.54	93,316.54	76,305.38	17,011.16
Other Objects	-	-	-	-	-
<b>Total Instruction</b>	<b>1,088,798.00</b>	<b>217,946.54</b>	<b>1,306,744.54</b>	<b>1,276,873.67</b>	<b>29,870.87</b>
Support Services:					
Salaries of Program Directors	-	-	-	-	-
Other Salaries	8,000.00	5,472.00	13,472.00	13,441.00	31.00
Personal Services - Employee Benefits	80,593.00	23,646.00	104,239.00	101,334.36	2,904.64
Purchased Professional & Technical Services	34,273.00	(12,433.00)	21,840.00	21,840.00	-
Other Purchased Services (400-500 series)	23,381.00	4,624.98	28,005.98	28,005.98	-
Supplies & Materials	12,840.00	(3,125.00)	9,715.00	8,464.99	1,250.01
Travel	-	-	-	-	-
Other Objects	14,126.00	(18.00)	14,108.00	12,280.00	1,828.00
<b>Total Support Services</b>	<b>173,213.00</b>	<b>18,166.98</b>	<b>191,379.98</b>	<b>185,366.33</b>	<b>6,013.65</b>
Facilities Acquisition and Construction Services					
Instructional Equipment	572.00	19,295.02	19,867.02	13,800.60	6,066.42
	572.00	19,295.02	19,867.02	13,800.60	6,066.42
<b>Total Outflows</b>	<b>1,262,583.00</b>	<b>255,408.54</b>	<b>1,517,991.54</b>	<b>1,476,040.60</b>	<b>41,950.94</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## **Notes to the Required Supplementary Information**





**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budget-to-GAAP Reconciliation**  
**Note to RSI**  
**For the Year Ended June 30, 2017**

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

	General Fund	Special Revenue Fund
Sources / inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1] \$ 72,342,895.27	[C-2] \$ 1,476,040.60
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Current Year		(1,027.38)
Prior Year		6,563.88
Final State Aid payment delayed until July 2016 is recorded as budgetary revenue but is not recognized under GAAP	2,776,578.00	
Final State Aid payment delayed until July 2017 is recorded as budgetary revenue but is not recognized under GAAP	(2,814,709.00)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2] <u>\$ 72,304,764.27</u>	[B-2] <u>\$ 1,481,577.10</u>
Uses / outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1] \$ 73,737,652.61	[C-2] \$ 1,476,040.60
Difference - 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 supplies are received for GAAP financial reporting purposes.		5,536.50
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2] <u>\$ 73,737,652.61</u>	[B-2] <u>\$ 1,481,577.10</u>

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## **Required Supplementary Information – Part III**



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Public Employee Retirement System**  
**Last Four Fiscal Years**

	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.0921057131%	0.0959537609%	0.0928405374%	0.0929905764%
District's proportionate of the net pension liability (asset)	\$ 27,279,070.00	\$ 21,539,697.00	\$ 17,382,288.00	\$ 17,772,347.00
District's covered payroll	\$ 5,978,819.00	\$ 6,432,206.00	\$ 6,475,546.00	\$ 6,223,540.00
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	456.26%	334.87%	268.43%	285.57%
Plan fiduciary net position as a percentage of the total pension liability	40.14%	47.93%	52.08%	48.72%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for four years. Additional years will be presented as they become available.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**Public Employee Retirement System**  
**Last Four Fiscal Years**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 818,254.00	\$ 824,945.00	\$ 765,364.00	\$ 700,665.00
Contributions in relation to the contractually required contribution	<u>818,254.00</u>	<u>824,945.00</u>	<u>765,364.00</u>	<u>700,665.00</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 5,978,819.00	\$ 6,432,206.00	\$ 6,475,546.00	\$ 6,223,540.00
Contributions as a percentage of covered-employee payroll	13.69%	12.83%	11.82%	11.26%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for four years. Additional years will be presented as they become available.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Teachers' Pension and Annuity Fund**  
**Last Four Fiscal Years**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>186,338,120.00</u>	<u>147,061,797.00</u>	<u>126,222,112.00</u>	<u>111,440,965.00</u>
Total	<u>\$ 186,338,120.00</u>	<u>\$ 147,061,797.00</u>	<u>\$ 126,222,112.00</u>	<u>\$ 111,440,965.00</u>
District's covered payroll	\$ 23,703,790.00	\$ 23,650,439.00	\$ 23,926,737.00	\$ 23,229,722.00
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	22.33%	28.71%	33.64%	33.76%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for four years. Additional years will be presented as they become available.

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## **Other Supplementary Information**



## **SPECIAL REVENUE FUND DETAIL STATEMENTS**

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2017**

	Title I	Title III	Title III Immigrant	IDEA	Title II A	Carl D. Perkins
<b>REVENUES:</b>						
Local Sources	\$ -	-	-	-	-	-
State Sources	-	-	-	-	-	-
Federal Sources	557,448.28	14,020.00	10,228.36	781,394.33	44,637.98	23,806.00
<b>Total Revenues</b>	<b>557,448.28</b>	<b>14,020.00</b>	<b>10,228.36</b>	<b>781,394.33</b>	<b>44,637.98</b>	<b>23,806.00</b>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	395,162.00	-	3,894.00	-	-	-
Purchased Professional & Technical Services	-	-	-	12,010.29	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-	-
Tuition	-	-	-	762,579.00	-	-
General Supplies	41,308.29	9,709.00	3,375.00	6,805.04	-	10,681.00
Other Objects	-	-	-	-	-	-
<b>Total Instruction</b>	<b>436,470.29</b>	<b>9,709.00</b>	<b>7,269.00</b>	<b>781,394.33</b>	<b>-</b>	<b>10,681.00</b>
Support Services:						
Salaries of Program Directors	-	-	-	-	-	-
Other Salaries	-	957.00	132.00	-	12,352.00	-
Personal Services - Employee Benefits	100,007.00	73.00	307.36	-	947.00	-
Purchased Professional - Educational Services	-	-	-	-	-	-
Purchased Professional & Technical Services	-	-	-	-	21,840.00	-
Other Purchased Services (400-500 series)	12,706.00	3,281.00	2,520.00	-	9,498.98	-
Rentals	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Supplies & Materials	8,264.99	-	-	-	-	-
Other Objects	-	-	-	-	-	-
<b>Total Support Services</b>	<b>120,977.99</b>	<b>4,311.00</b>	<b>2,959.36</b>	<b>-</b>	<b>44,637.98</b>	<b>-</b>
Facilities Acquisition and Construction Services						
Instructional Equipment	-	-	-	-	-	13,125.00
<b>Total Facilities Acquisition and Const. Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,125.00</b>
<b>Total Outflows</b>	<b>557,448.28</b>	<b>14,020.00</b>	<b>10,228.36</b>	<b>781,394.33</b>	<b>44,637.98</b>	<b>23,806.00</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	-	-	-	-	-

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2017**

	NONPUBLIC AID					
	Supplemental Instruction	Compensatory Education	Exam & Classification	Nursing	Technology	Corrective Speech
<b>REVENUES:</b>						
Local Sources	-	-	-	-	-	-
State Sources	12,555.00	3,583.00	9,018.00	6,120.00	1,768.00	1,767.00
Federal Sources	-	-	-	-	-	-
<b>Total Revenues</b>	<b>12,555.00</b>	<b>3,583.00</b>	<b>9,018.00</b>	<b>6,120.00</b>	<b>1,768.00</b>	<b>1,767.00</b>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	-	-	-	-	-	-
Purchased Professional & Technical Services	12,555.00	3,583.00	9,018.00	-	-	1,767.00
Other Purchased Services (400-500 series)	-	-	-	-	-	-
Tuition	-	-	-	-	-	-
General Supplies	-	-	-	-	-	-
Other Objects	-	-	-	-	-	-
<b>Total Instruction</b>	<b>12,555.00</b>	<b>3,583.00</b>	<b>9,018.00</b>	<b>-</b>	<b>-</b>	<b>1,767.00</b>
Support Services:						
Salaries of Program Directors	-	-	-	-	-	-
Other Salaries	-	-	-	-	-	-
Personal Services - Employee Benefits	-	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-	-
Purchased Professional & Technical Services	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-	-
Rentals	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Supplies & Materials	-	-	-	200.00	-	-
Other Objects	-	-	-	5,920.00	1,768.00	-
<b>Total Support Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,120.00</b>	<b>1,768.00</b>	<b>-</b>
Facilities Acquisition and Construction Services						
Instructional Equipment	-	-	-	-	-	-
<b>Total Facilities Acquisition and Const. Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outflows</b>	<b>12,555.00</b>	<b>3,583.00</b>	<b>9,018.00</b>	<b>6,120.00</b>	<b>1,768.00</b>	<b>1,767.00</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2017**

	NONPUBLIC			Sustainable		Totals
	Textbooks	Atlantic Garden	NJ	Character Org.	2017	
<b>REVENUES:</b>						
Local Sources	-	2,856.46	2,246.19	672.00	5,774.65	
State Sources	3,920.00	-	-	-	38,731.00	
Federal Sources	-	-	-	-	1,431,534.95	
<b>Total Revenues</b>	<b>3,920.00</b>	<b>2,856.46</b>	<b>2,246.19</b>	<b>672.00</b>	<b>1,476,040.60</b>	
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	-	-	-	-	399,056.00	
Purchased Professional & Technical Services	-	-	-	-	38,933.29	
Other Purchased Services (400-500 series)	-	-	-	-	-	
Tuition	-	-	-	-	762,579.00	
General Supplies	-	2,856.46	1,570.59	-	76,305.38	
Other Objects	-	-	-	-	-	
<b>Total Instruction</b>	<b>-</b>	<b>2,856.46</b>	<b>1,570.59</b>	<b>-</b>	<b>1,276,873.67</b>	
Support Services:						
Salaries of Program Directors	-	-	-	-	-	
Other Salaries	-	-	-	-	13,441.00	
Personal Services - Employee Benefits	-	-	-	-	101,334.36	
Purchased Professional - Educational Services	-	-	-	-	-	
Purchased Professional & Technical Services	-	-	-	-	21,840.00	
Other Purchased Services (400-500 series)	-	-	-	-	28,005.98	
Rentals	-	-	-	-	-	
Travel	-	-	-	-	-	
Supplies & Materials	-	-	-	-	8,464.99	
Other Objects	3,920.00	-	-	672.00	12,280.00	
<b>Total Support Services</b>	<b>3,920.00</b>	<b>-</b>	<b>-</b>	<b>672.00</b>	<b>185,366.33</b>	
Facilities Acquisition and Construction Services						
Instructional Equipment	-	-	675.60	-	13,800.60	
<b>Total Facilities Acquisition and Const. Services</b>	<b>-</b>	<b>-</b>	<b>675.60</b>	<b>-</b>	<b>13,800.60</b>	
<b>Total Outflows</b>	<b>3,920.00</b>	<b>2,856.46</b>	<b>2,246.19</b>	<b>672.00</b>	<b>1,476,040.60</b>	
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	

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## **CAPITAL PROJECTS FUND DETAIL STATEMENTS**

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



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Summary Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budgetary Basis**  
**For the Year Ended June 30, 2017**

**Revenues and Other Financing Sources**

State Sources:

School Development Authority	\$	-
------------------------------	----	---

Local Sources:

Bond Proceeds		-
---------------	--	---

Total Revenues		-
----------------	--	---

**Expenditures and Other Financing Uses**

Purchased professional and technical services		344.77
---	--	--------

Construction services		3,672,060.09
-----------------------	--	--------------

Other Objects		184,201.14
---------------	--	------------

Total Expenditures		3,856,606.00
--------------------	--	--------------

Excess (deficiency) of revenues over (under) expenditures		(3,856,606.00)
---	--	----------------

**Other Financing Sources (Uses):**

Net Transfers (to)/from Capital Reserve		-
---	--	---

Net Transfers (to)/from Debt Service Fund		-
---	--	---

Total Other Financing Sources (Uses)		-
--------------------------------------	--	---

Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		(3,856,606.00)
---	--	----------------

Fund balance - beginning		3,856,606.00
--------------------------	--	--------------

Fund balance - ending	\$	-
-----------------------	----	---

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Absegami HVAC, Technology & Security Improvements**  
**For the Year Ended June 30, 2017**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant	\$ -		\$ -	\$ -
Transfer to Debt Service Fund				
Transfer from Capital Reserve	\$ 590.00		590.00	590.00
Bond Proceeds	1,121,910.00	(67,622.99)	1,054,287.01	1,054,287.01
Total revenues	<u>1,122,500.00</u>	<u>(67,622.99)</u>	<u>1,054,877.01</u>	<u>1,054,877.01</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	146,693.20	-	146,693.20	146,693.20
Construction Services	855,816.63	47,027.91	902,844.54	902,844.54
Other Objects	5,339.27		5,339.27	5,339.27
Total Expenditures	<u>1,007,849.10</u>	<u>47,027.91</u>	<u>1,054,877.01</u>	<u>1,054,877.01</u>
Excess (deficiency) or revenues over (under) expenditures	<u>114,650.90</u>	<u>(114,650.90)</u>	<u>-</u>	<u>-</u>
<b>Additional project information:</b>				
Project Number	N/A			
Original Authorized Cost	\$ 2,107,500.00			
Additional Authorized Cost	(1,052,622.99)			
Revised Authorized Cost	1,054,877.01			
Percentage Increase over Original Authorized Cost	-49.95%			
Percentage Completion	100.00%			
Original Target completion date	9/26/2016			
Revised target completion date	2017			

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Absegami Locker Room Renovation**  
**For the Year Ended June 30, 2017**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Transfer to Debt Service Fund				
Transfer from Capital Reserve				
Bond Proceeds	1,687,008.53	(66,305.18)	1,620,703.35	1,620,703.35
Total revenues	<u>1,687,008.53</u>	<u>(66,305.18)</u>	<u>1,620,703.35</u>	<u>1,620,703.35</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	135,943.83	107.91	136,051.74	136,051.74
Construction Services	1,466,142.67	9,107.33	1,475,250.00	1,475,250.00
Other Objects	9,401.61		9,401.61	9,401.61
Total Expenditures	<u>1,611,488.11</u>	<u>9,215.24</u>	<u>1,620,703.35</u>	<u>1,620,703.35</u>
Excess (deficiency) or revenues over (under) expenditures	<u>75,520.42</u>	<u>(75,520.42)</u>	<u>-</u>	<u>-</u>
<b>Additional project information:</b>				
Project Number		N/A		
Original Authorized Cost	\$ 1,685,950.00			
Additional Authorized Cost	\$ (65,246.65)			
Revised Authorized Cost	\$ 1,620,703.35			
Percentage Increase over Original Authorized Cost		-3.87%		
Percentage Completion		100.00%		
Original Target completion date		9/15/2016		
Revised target completion date		2017		

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Cedar Creek Technology & Security Upgrades**  
**For the Year Ended June 30, 2017**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Transfer to Debt Service Fund			-	
Transfer from Capital Reserve			-	
Bond Proceeds	\$ 253,000.00	(59,217.45)	193,782.55	\$ 193,782.55
Total revenues	<u>253,000.00</u>	<u>(59,217.45)</u>	<u>193,782.55</u>	<u>193,782.55</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	17,547.21	-	17,547.21	17,547.21
Construction Services	165,073.28	10,532.82	175,606.10	175,606.10
Other Objects	629.24		629.24	629.24
Total Expenditures	<u>183,249.73</u>	<u>10,532.82</u>	<u>193,782.55</u>	<u>193,782.55</u>
Excess (deficiency) or revenues over (under) expenditures	<u>69,750.27</u>	<u>(69,750.27)</u>	<u>-</u>	<u>-</u>
<b>Additional project information:</b>				
Project Number	N/A			
Original Authorized Cost	\$ 253,000.00			
Additional Authorized Cost	(59,217.45)			
Revised Authorized Cost	193,782.55			
Percentage Increase over Original Authorized Cost	-23.41%			
Percentage Completion	100.00%			
Original Target completion date	9/26/2016			
Revised target completion date	2017			

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Oakcrest Renovations, Technology & Security Improvements**  
**For the Year Ended June 30, 2017**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant		\$ -	\$ -	\$ -
Transfer to Debt Service Fund			-	
Transfer from Capital Reserve			-	
Bond Proceeds	4,249,740.00	(931,350.16)	3,318,389.84	3,318,389.84
Total revenues	<u>4,249,740.00</u>	<u>(931,350.16)</u>	<u>3,318,389.84</u>	<u>3,318,389.84</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	349,212.57	236.86	349,449.43	349,449.43
Construction Services	1,766,314.98	1,170,356.17	2,936,671.15	2,936,671.15
Other Objects	10,679.47	21,589.79	32,269.26	32,269.26
Total Expenditures	<u>2,126,207.02</u>	<u>1,192,182.82</u>	<u>3,318,389.84</u>	<u>3,318,389.84</u>
Excess (deficiency) or revenues over (under) expenditures	<u>2,123,532.98</u>	<u>(2,123,532.98)</u>	<u>-</u>	<u>-</u>
<b>Additional project information:</b>				
Project Number		N/A		
Original Authorized Cost	\$ 4,204,540.00			
Additional Authorized Cost/(Reduction)	(886,150.16)			
Revised Authorized Cost	3,318,389.84			
Percentage Increase over Original Authorized Cost		-21.08%		
Percentage Completion		100.00%		
Original Target completion date		9/26/2016		
Revised target completion date		2017		

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Oakcrest Locker Rooms**  
**For the Year Ended June 30, 2017**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Transfer to Debt Service Fund				
Transfer from Capital Reserve				
Bond Proceeds	<u>\$ 2,327,917.06</u>	<u>110,387.74</u>	<u>2,438,304.80</u>	<u>\$ 2,438,304.80</u>
Total revenues	<u>2,327,917.06</u>	<u>110,387.74</u>	<u>2,438,304.80</u>	<u>2,438,304.80</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	110,720.88	-	110,720.88	110,720.88
Construction Services	2,153,790.79	122,842.27	2,276,633.06	2,276,633.06
Other Objects	<u>50,950.86</u>	<u>122,842.27</u>	<u>50,950.86</u>	<u>50,950.86</u>
Total Expenditures	<u>2,315,462.53</u>	<u>122,842.27</u>	<u>2,438,304.80</u>	<u>2,438,304.80</u>
Excess (deficiency) or revenues over (under) expenditures	<u>12,454.53</u>	<u>(12,454.53)</u>	<u>-</u>	<u>-</u>
<b>Additional project information:</b>				
Project Number		N/A		
Original Authorized Cost	\$ 1,462,800.00			
Additional Authorized Cost	975,504.80			
Revised Authorized Cost	2,438,304.80			
Percentage Increase over Original Authorized Cost		66.69%		
Percentage Completion		100.00%		
Original Target completion date		9/26/2016		
Revised target completion date		2017		



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Oakcrest HVAC, Lighting, Ceiling & Casement Replacement**  
**For the Year Ended June 30, 2017**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Transfer to Debt Service Fund				
Transfer from Capital Reserve				
Bond Proceeds	10,660,424.41	1,014,108.04	11,674,532.45	11,674,532.45
Total revenues	<u>10,660,424.41</u>	<u>1,014,108.04</u>	<u>11,674,532.45</u>	<u>11,674,532.45</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	872,744.99	-	872,744.99	872,744.99
Construction Services	8,300,041.70	2,312,193.59	10,612,235.29	10,612,235.29
Other Objects	26,940.82	162,611.35	189,552.17	189,552.17
Total Expenditures	<u>9,199,727.51</u>	<u>2,474,804.94</u>	<u>11,674,532.45</u>	<u>11,674,532.45</u>
Excess (deficiency) or revenues over (under) expenditures	<u>1,460,696.90</u>	<u>(1,460,696.90)</u>	<u>-</u>	<u>-</u>
<b>Additional project information:</b>				
Project Number	N/A			
Original Authorized Cost	\$ 10,586,800.00			
Additional Authorized Cost/(Reduction)	1,087,732.45			
Revised Authorized Cost	11,674,532.45			
Percentage Increase over Original Authorized Cost	10.27%			
Percentage Completion	100.00%			
Original Target completion date	12/25/2016			
Revised target completion date	2017			

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## **FIDUCIARY FUNDS DETAIL STATEMENTS**

Fiduciary Funds are used to account for funds received by the school district for a specific purpose.

Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

**Student Activity and Athletic Fund** – This agency fund is used to account for student funds held at the schools.

**Payroll Fund** – This agency fund is used to account for the payroll transactions of the school district.

**Scholarship Fund** – This is an expendable trust fund and does not limit expenses to the amount earned on the trust principal.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Combining Statement of Fiduciary Net Position**  
**June 30, 2017**

	Unemployment Compensation Trust	Private Purpose Trust	Agency Funds	Totals
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 385,366.63	\$ 3,550.27	\$ 459,553.59	\$ 848,470.49
Interfunds				-
Investments, at Fair Value:				
U.S. Government Obligations				-
	385,366.63	3,550.27	459,553.59	848,470.49
Interfund Receivable	-	-	-	-
<b>Total Assets</b>	<b>385,366.63</b>	<b>3,550.27</b>	<b>459,553.59</b>	<b>848,470.49</b>
<b>LIABILITIES</b>				
Payable to District	-	-	967.00	967.00
Accounts Payable	4,461.93	-	-	4,461.93
Payable to Student Groups	-	-	306,659.91	306,659.91
Payroll Deductions & Withholdings	-	-	151,926.68	151,926.68
<b>Total Liabilities</b>	<b>4,461.93</b>	<b>-</b>	<b>459,553.59</b>	<b>464,015.52</b>
<b>Net Position</b>				
Held in Trust for Unemployment Claims and Other Purposes	\$ 380,904.70			380,904.70
Reserve for Purposes of Trust		\$ 3,550.27		3,550.27
<b>Total Net Position</b>				<b>384,454.97</b>
<b>Total Liabilities and Net Position</b>			<b>\$ 848,470.49</b>	<b>848,470.49</b>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Fiduciary Funds**  
**Combining Statement of Changes in Fiduciary Net Position**  
**For the Year Ended June 30, 2017**

	Unemployment Compensation Trust	Private Purpose Trust	Totals
<b>ADDITIONS</b>			
Contributions:			
Plan Member	\$ 56,484.81	-	56,484.81
Other	-	3,751.64	3,751.64
Total Contributions	<u>56,484.81</u>	<u>3,751.64</u>	<u>60,236.45</u>
Investments Earnings:			
Interest	483.11	7.74	490.85
Net Investment Earnings	<u>483.11</u>	<u>7.74</u>	<u>490.85</u>
Total Additions	<u>56,967.92</u>	<u>3,759.38</u>	<u>60,727.30</u>
Deductions			
Unemployment Claims	86,895.39	-	86,895.39
Scholarship Distributions	-	4,550.00	4,550.00
Total Deductions	<u>86,895.39</u>	<u>4,550.00</u>	<u>91,445.39</u>
Change in net position	(29,927.47)	(790.62)	(30,718.09)
Net Position - Beginning of the Year	<u>410,832.17</u>	<u>4,340.89</u>	<u>415,173.06</u>
Net Position - End of the Year	<u>\$ 380,904.70</u>	<u>3,550.27</u>	<u>384,454.97</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
 Student Activity Agency Fund  
 Schedule of Receipts and Disbursements  
 As of June 30, 2017**

	Balance July 1, 2016	Additions	Deletions	Balance June 30, 2017
Absegami	\$ 74,023.31	257,825.65	241,687.09	90,161.87
Oakcrest	106,722.47	233,115.40	238,253.26	101,584.61
Cedar Creek	72,370.43	169,867.03	170,367.26	71,870.20
District	90,406.23	92,332.61	140,729.85	42,008.99
Interfund - General	967.00	-	-	967.00
	<u>\$ 344,489.44</u>	<u>753,140.69</u>	<u>791,037.46</u>	<u>306,592.67</u>
Total Assets				

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Student Athletic Agency Fund**  
**Schedule of Receipts and Disbursements**  
**As of June 30, 2017**

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2017</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 1,982.85	\$ 355,115.21	\$ 356,063.82	\$ 1,034.24
Total Assets	<u>\$ 1,982.85</u>	<u>\$ 355,115.21</u>	<u>\$ 356,063.82</u>	<u>\$ 1,034.24</u>
<b>LIABILITIES:</b>				
Due to Student Groups	\$ 1,982.85	\$ 355,115.21	\$ 356,063.82	\$ 1,034.24
Total Liabilities	<u>\$ 1,982.85</u>	<u>\$ 355,115.21</u>	<u>\$ 356,063.82</u>	<u>\$ 1,034.24</u>



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Payroll Agency Fund**  
**Schedule of Receipts and Disbursements**  
**As of June 30, 2017**

	<u>Balance</u> <u>July 1, 2016</u>		<u>Additions</u>		<u>Deletions</u>		<u>Balance</u> <u>June 30, 2017</u>
<b>ASSETS:</b>							
Cash and Cash Equivalents	\$ 405,056.15	\$	39,664,057.91	\$	39,917,187.38	\$	151,926.68
Total Assets	<u>\$ 405,056.15</u>	<u>\$</u>	<u>39,664,057.91</u>	<u>\$</u>	<u>39,917,187.38</u>	<u>\$</u>	<u>151,926.68</u>
<b>LIABILITIES:</b>							
Payroll Deductions & Withholding	\$ 405,056.15	\$	18,278,523.58	\$	18,531,653.05	\$	151,926.68
Net Pay	-		21,385,534.33		21,385,534.33		-
Total Liabilities	<u>\$ 405,056.15</u>	<u>\$</u>	<u>39,664,057.91</u>	<u>\$</u>	<u>39,917,187.38</u>	<u>\$</u>	<u>151,926.68</u>

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### **LONG-TERM DEBT SCHEDULES**

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of General Serial Bonds**  
**As of June 30, 2017**

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2017					Balance June 30, 2016	Increased	Decreased	Refunded	Balance June 30, 2017
			Date	Amount	Interest Rate	Balance June 30, 2016	Increased					
Refunding Bonds	09/01/06	9,420,000				\$	985,000.00		985,000.00		-	
New High School	12/15/07	27,409,000	02/01/18	1,120,000.00	4.125%	2,220,000.00		1,100,000.00			1,120,000.00	
AHS Solar Panel	8/13/2009	3,320,000	08/01/17	365,000.00	2.750%	1,485,000.00		350,000.00			1,135,000.00	
			08/01/18	370,000.00	3.000%							
			08/01/19	400,000.00	3.000%							
Various Project	4/10/2012	6,091,000	02/01/18	600,000.00	2.000%	4,471,000.00		580,000.00			3,891,000.00	
			02/01/19	620,000.00	2.000%							
			02/01/20	640,000.00	2.000%							
			02/01/21	660,000.00	2.000%							
			02/01/22	680,000.00	2.000%							
			02/01/23	691,000.00	2.125%							
Various Projects	6/18/2015	20,300,000	07/01/17	625,000.00	3.250%	20,300,000.00		-			20,300,000.00	
			07/15/18	700,000.00	3.250%							
			07/15/19	725,000.00	3.250%							
			07/15/20	750,000.00	3.250%							
			07/15/21	800,000.00	3.250%							
			07/15/22	850,000.00	3.250%							
			07/15/23	1,000,000.00	3.250%							
			07/15/24	1,200,000.00	3.250%							
			07/15/25	1,200,000.00	3.250%							
			07/15/26	1,200,000.00	3.250%							
			07/15/27	1,250,000.00	3.250%							
			07/15/28	1,250,000.00	3.250%							
			07/15/29	1,250,000.00	3.250%							
			07/15/30	1,250,000.00	3.375%							
			07/15/31	1,250,000.00	3.500%							
			07/15/32	1,250,000.00	3.500%							
			07/15/33	1,250,000.00	3.500%							
			07/15/34	1,250,000.00	3.500%							
			07/15/35	1,250,000.00	3.625%							

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of General Serial Bonds**  
**As of June 30, 2017**

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2017				Balance June 30, 2016	Increased	Decreased	Refunded	Balance June 30, 2017
			Date	Amount	Interest Rate	Balance June 30, 2016					
Refunding Bonds	5/10/2016	24,340,000	02/01/18	890,000.00	3.000%	24,340,000.00		220,000.00		24,120,000.00	
			02/01/19	1,975,000.00	4.000%						
			02/01/20	2,000,000.00	4.000%						
			02/01/21	2,070,000.00	5.000%						
			02/01/22	2,105,000.00	5.000%						
			02/01/23	2,140,000.00	5.000%						
			02/01/24	2,165,000.00	5.000%						
			02/01/25	1,190,000.00	2.000%						
			02/01/26	1,185,000.00	5.000%						
			02/01/27	1,190,000.00	4.000%						
			02/01/28	1,180,000.00	4.000%						
			02/01/29	1,215,000.00	4.000%						
			02/01/30	1,230,000.00	4.000%						
			02/01/31	1,285,000.00	4.000%						
		02/01/32	1,275,000.00	4.000%							
		02/01/33	1,025,000.00	4.000%							
						\$ 53,801,000.00	-	3,235,000.00	-	50,566,000.00	

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of Obligations Under Capital Lease**  
**As of June 30, 2017**

Description	Amount of Original Issue	Balance June 30, 2016	Issued Current Year	Retired Current Year	Balance June 30, 2017
Technology Equipment	\$ 770,000.00	\$ 594,979.51	\$ 175,020.49	\$ 156,988.59	\$ 613,011.41
Technology Equipment	875,000.00	875,000.00	-	345,391.31	529,608.69
		<u>\$ 1,469,979.51</u>	<u>\$ 175,020.49</u>	<u>\$ 502,379.90</u>	<u>\$ 1,142,620.10</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 3,883,712.00	\$ -	\$ 3,883,712.00	\$ 3,883,713.00	\$ 1.00
Interest on Investments	-	-	-	3,624.95	3,624.95
Total - Local Sources	3,883,712.00	-	3,883,712.00	3,887,337.95	3,625.95
State Sources:					
Debt Service Aid Type II	1,303,940.00	-	1,303,940.00	1,303,940.00	-
Total - State Sources	1,303,940.00	-	1,303,940.00	1,303,940.00	-
Total Revenues	5,187,652.00	-	5,187,652.00	5,191,277.95	3,625.95
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	2,345,854.00	(220,000.00)	2,125,854.00	1,951,979.60	173,874.40
Redemption of Principal	3,015,000.00	220,000.00	3,235,000.00	3,235,000.00	-
Total Regular Debt Service	5,360,854.00	-	5,360,854.00	5,186,979.60	173,874.40
Total Expenditures	5,360,854.00	-	5,360,854.00	5,186,979.60	173,874.40
Excess (Deficiency) of Revenues Over (Under) Expenditures	(173,202.00)	-	(173,202.00)	4,298.35	(170,248.45)
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	(173,202.00)	-	(173,202.00)	4,298.35	(170,248.45)
Fund Balance, July 1	197,330.77	-	197,330.77	197,330.77	-
Fund Balance, June 30	24,128.77	-	24,128.77	201,629.12	(170,248.45)
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	\$ (173,202.00)	-	(173,202.00)	4,298.35	(170,248.45)



## **Statistical Section**



**GREATER EGG HARBOR HIGH SCHOOL DISTRICT**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	2008	2009	2010	2011	2012	2013	2014*	2015	2016	2017
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$ 19,800,146.88	\$ 60,761,665.72	\$ 93,225,815.92	\$ 94,766,216.36	\$ 96,719,736.00	\$ 108,161,744.80	\$ 100,457,110.33	\$ 101,556,234.82	\$ 88,529,460.18	\$ 94,550,090.88
Restricted	9,062,011.40	11,696,311.91	9,720,461.06	13,286,858.84	14,492,132.00	4,175,823.35	5,519,621.16	729,921.95	11,272,048.69	926,611.90
Unrestricted	439,448.23	(4,183,885.47)	(1,404,812.46)	(1,516,173.73)	2,983,866.00	(1,440,560.93)	(17,314,616.60)	(19,253,185.68)	(19,824,997.49)	(23,406,526.29)
<b>Total governmental activities net position</b>	<b>\$ 29,301,606.51</b>	<b>\$ 68,274,092.16</b>	<b>\$ 101,541,464.52</b>	<b>\$ 106,536,901.47</b>	<b>\$ 114,195,734.00</b>	<b>\$ 110,897,007.22</b>	<b>\$ 88,682,114.89</b>	<b>\$ 83,034,971.09</b>	<b>\$ 79,976,511.38</b>	<b>\$ 72,070,176.49</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	60,755.47	90,430.48	73,874.41	226,999.82	215,513.00	402,577.34	398,270.41	405,604.67	396,842.53	286,853.75
Restricted	577,021.31	669,019.65	758,085.87	573,487.86	487,704.00	365,871.39	200,820.44	53,865.18	62,372.75	90,839.84
Unrestricted	637,776.78	759,450.13	831,963.28	800,487.68	713,217.00	768,448.73	599,090.85	459,469.85	459,215.28	377,693.59
<b>Total business-type activities net position</b>	<b>\$ 1,274,553.56</b>	<b>\$ 1,448,900.26</b>	<b>\$ 1,663,923.56</b>	<b>\$ 1,600,975.36</b>	<b>\$ 1,416,434.00</b>	<b>\$ 1,536,897.46</b>	<b>\$ 1,198,181.70</b>	<b>\$ 904,939.70</b>	<b>\$ 918,400.56</b>	<b>\$ 655,387.18</b>
<b>District-wide</b>										
Invested in capital assets, net of related debt	19,860,902.35	60,852,096.20	93,299,690.33	94,993,216.18	96,935,249.00	108,564,322.14	100,855,380.74	101,963,839.49	88,926,302.71	94,836,944.63
Restricted	9,062,011.40	11,696,311.91	9,720,461.06	13,296,858.84	14,492,132.00	4,175,823.35	5,519,621.16	729,921.95	11,272,048.69	926,611.90
Unrestricted	1,016,469.54	(3,514,865.82)	(646,723.59)	(942,865.87)	3,481,570.00	(1,074,689.54)	(17,113,796.16)	(19,199,320.50)	(19,762,624.74)	(23,317,686.45)
<b>Total district net position</b>	<b>\$ 29,939,383.29</b>	<b>\$ 69,033,542.29</b>	<b>\$ 102,373,427.80</b>	<b>\$ 107,337,389.15</b>	<b>\$ 114,908,951.00</b>	<b>\$ 111,665,455.95</b>	<b>\$ 89,261,205.74</b>	<b>\$ 83,494,440.94</b>	<b>\$ 80,435,726.66</b>	<b>\$ 72,447,870.08</b>

\* - Restated Unrestricted in 2014 for the effects of GASB 68

Source: CAFR Schedule A-1

**GREATER EGG HARBOR HIGH SCHOOL DISTRICT**  
**Changes in Net Assets**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

Exhibit J-2

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Expenses</b>										
Governmental activities										
Instruction	23,319,897.38	24,068,545.68	25,289,842.68	25,518,304.34	25,367,932.00	26,182,853.10	25,190,513.39	30,275,223.97	32,321,019.43	38,398,078.85
Regular	5,489,754.32	5,653,828.42	5,780,776.13	5,625,476.61	6,075,185.00	6,220,063.92	6,061,784.66	7,194,252.50	6,997,436.90	9,713,393.90
Special education	252,328.30	243,145.79	260,174.76	239,198.64	638,079.88	638,079.88	338,078.78	355,544.44	285,393.14	333,407.15
Other special education	1,476,159.32	1,594,051.78	2,375,226.59	2,608,398.69	3,268,308.00	3,248,606.22	3,679,969.76	4,497,390.95	4,632,201.05	5,228,637.47
Support Services:										
Tuition	4,335,772.90	5,229,794.72	5,216,989.05	5,921,096.43	6,252,499.00	7,024,619.39	7,576,720.01	8,490,220.63	7,336,205.98	7,945,624.61
Student & instruction related services	5,425,807.73	5,712,412.86	5,823,356.18	5,357,339.31	6,010,729.00	6,476,314.23	6,981,732.06	8,323,904.52	8,874,454.65	11,325,987.57
School Administrative services	2,483,764.38	3,211,579.33	3,376,036.14	3,471,141.83	3,562,974.00	3,618,944.72	3,589,848.36	3,633,511.58	5,451,154.79	4,934,437.05
Other Administration Services	3,519,216.49	2,887,616.54	2,833,502.98	2,522,277.79	3,354,028.00	2,888,588.95	3,159,084.00	3,195,351.23	1,723,182.01	1,866,290.04
Plant operations and maintenance	6,803,354.10	7,352,793.17	7,331,246.93	8,015,172.77	8,678,730.00	8,692,887.58	9,661,060.87	9,806,362.65	11,579,698.66	11,167,465.63
Pupil transportation	3,889,690.36	4,060,221.41	4,029,108.88	3,871,863.59	4,332,436.00	4,330,503.64	6,292,390.50	5,087,173.49	4,788,826.82	4,679,556.45
Other support services	6,387.82	8,406.54	423.82	3,234.41	-	-	522,262.00	441,211.00	512,334.90	518,683.00
Charter Schools	298,317.00	440,735.00	417,802.00	442,693.00	381,984.00	437,861.23	1,580,629.09	1,508,659.29	1,923,361.67	2,202,924.96
Interest on long-term debt	1,245,873.77	1,765,885.62	1,744,588.62	1,720,988.00	1,624,142.00	1,597,028.58	632,351.28	-	-	700,208.53
Capital Outlay										
Unallocated depreciation										
Total governmental activities expenses	58,546,323.87	62,219,016.76	64,479,056.76	65,317,185.41	68,908,947.00	71,357,351.44	75,266,424.76	82,808,806.25	86,425,270.00	99,010,686.21
Business-type activities:										
Food service	1,341,381.85	1,357,913.98	1,398,620.54	1,532,074.00	1,619,565.00	1,526,447.84	1,571,020.72	1,474,068.04	1,462,972.54	1,423,140.91
Total business-type activities expense	1,341,381.85	1,357,913.98	1,398,620.54	1,532,074.00	1,619,565.00	1,526,447.84	1,571,020.72	1,474,068.04	1,462,972.54	1,423,140.91
Total district expenses	59,887,705.72	63,576,930.74	65,877,677.30	66,849,259.41	70,528,512.00	72,883,799.28	76,837,445.48	84,282,874.29	87,888,242.54	100,433,836.12
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Tuition	11,150,670	8,753,458.77	8,742,751.15	5,840,617.40	809,450.00	1,001,227.85	1,183,938.43	1,366,168.06	1,418,376.46	1,422,925.73
Operating grants and contributions				3,234,448.00	1,629,166.00	1,463,456.46	1,381,624.87	11,938,742.46	15,084,714.56	20,207,391.08
Capital grants and contributions				9,075,065.40	9,237,043.00	-	(1,359,038.23)	(2,850,441.61)	-	-
Total governmental activities program revenues	11,150,670	8,753,458.77	8,742,751.15	9,075,065.40	11,675,659.00	2,464,684.33	1,206,505.07	10,454,468.90	16,503,091.04	21,630,316.81
Business-type activities:										
Charges for services										
Food service	992,713	978,776.21	932,581.57	905,933.00	830,600.00	696,686.95	638,091.52	539,249.58	650,443.12	609,716.56
Operating grants and contributions	424,728	500,811.12	538,552.12	594,666.00	701,694.00	704,923.60	763,571.32	795,197.46	812,274.85	816,787.20
Capital grants and contributions				1,500,589.00	1,532,284.00	1,401,590.55	1,401,662.84	1,334,447.04	1,462,717.97	1,426,503.76
Total business-type activities program revenues	1,417,442	1,479,587.33	1,471,133.69	1,500,589.00	1,532,284.00	1,401,590.55	1,401,662.84	1,334,447.04	1,462,717.97	1,426,503.76
Total district program revenues	12,568,111	10,233,046.10	10,213,884.84	10,575,664.40	13,207,953.00	3,866,274.88	2,608,167.91	11,788,915.94	17,965,809.01	23,056,820.57
<b>Net (Expense)/Revenue</b>										
Governmental activities	(47,395,654)	(53,465,557.99)	(55,736,305.61)	(66,242,120.01)	(57,235,288.00)	(68,892,667.11)	(74,059,919.69)	(72,354,337.35)	(69,922,178.96)	(77,390,378.40)
Business-type activities	76,060	121,673.35	72,513.15	(31,475.00)	(87,271.00)	(124,857.29)	(169,357.88)	(139,621.00)	(254.57)	3,362.85
Total district-wide net expense	(47,319,595)	(53,343,884.64)	(55,663,792.46)	(66,273,595.01)	(57,320,559.00)	(69,017,524.40)	(74,229,277.57)	(72,493,958.35)	(69,922,433.53)	(77,377,015.55)

**GREATER EGG HARBOR HIGH SCHOOL DISTRICT**  
**Changes in Net Assets**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	26,632,841	25,281,152.97	24,764,841.00	26,744,585.00	26,813,993.00	27,350,273.14	29,251,251.00	29,836,275.00	30,433,000.00	31,041,662.00
Taxes levied for debt service	550,208	2,395,882.00	2,398,393.00	2,654,733.00	2,725,842.00	2,894,583.00	2,130,375.00	3,325,738.00	3,013,654.00	3,883,713.00
Unrestricted grants and contributions	21,890,098	63,726,007.93	59,849,117.33	29,959,304.98	34,927,776.00	35,371,083.15	36,999,713.00	32,572,467.72	32,683,187.94	33,437,491.97
Tuition Received	762,011	689,839.51	606,137.40	605,050.00	-	-	-	-	-	-
Investment earnings	398,949	500,700.05	82,966.25	61,654.00	17,983.18	8,739.21	2,662.54	2,494.40	24,206.38	3,700.57
Miscellaneous income	988,268	375,912.40	1,338,639.90	1,212,229.00	406,516.21	523,663.32	512,708.00	584,216.44	709,670.93	1,107,475.97
Transfers	(486,616)	(531,451.22)	(36,416.91)	-	-	-	-	-	-	-
Special Items:										
Bond Sale Deposit	-	-	-	-	-	(92,187.62)	-	406,000.00	-	-
Capital Asset Valuation Adjustment	-	-	-	-	-	-	-	-	-	-
Total governmental activities	50,745,759	92,438,043.64	89,003,677.97	61,237,555.98	64,892,120.39	66,056,154.20	68,896,709.54	66,727,193.56	66,863,719.25	69,474,043.51
Business-type activities:										
Investment earnings	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	-	-	-	-	-	-	-	-	-	-
Total district-wide	50,745,759	92,438,043.64	89,003,677.97	61,237,555.98	64,892,120.39	66,056,154.20	68,896,709.54	66,727,193.56	66,863,719.25	69,474,043.51
<b>Change in Net Assets</b>										
Governmental activities	3,350,105	38,972,485.65	33,267,372.36	4,995,435.97	7,658,832.39	(2,836,512.91)	(5,163,210.15)	(5,627,143.79)	(3,058,459.71)	(7,906,334.89)
Business-type activities	76,060	121,673.35	72,513.15	(31,475.00)	(87,271.00)	(124,857.29)	(169,357.88)	(139,621.00)	(254.57)	3,362.85
Total district	3,426,165	39,094,159.00	33,339,885.51	4,963,960.97	7,571,561.39	(2,961,370.20)	(5,332,568.03)	(5,766,764.79)	(3,058,714.28)	(7,902,972.04)

Source: CAFR Schedule A-2

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>General Fund</b>										
Restricted	-	-	-	\$ 6,744,583.57	\$ 5,666,529.00	\$ 3,326,663.10	\$ 2,367,449.69	\$ 597,111.95	\$ -	\$ -
Committed	-	-	-	-	846,241.00	849,160.25	-	-	-	-
Assigned	-	-	-	1,688,083.84	1,375,327.00	-	648,175.59	-	2,426,443.32	357,552.54
Unassigned	-	-	-	(1,026,552.00)	(1,304,187.00)	(32,817.94)	-	(1,090,498.06)	(2,761,634.01)	(2,125,631.57)
Reserved	\$ 9,730,083.49	\$ 11,828,455.33	\$ 10,422,271.60	-	-	-	-	-	-	-
Unreserved	627,224.82	(1,194,752.53)	(1,491,311.84)	-	-	-	-	-	-	-
<b>Total general fund</b>	<b>\$ 10,357,308.31</b>	<b>\$ 10,633,702.80</b>	<b>\$ 8,930,959.76</b>	<b>\$ 7,406,115.41</b>	<b>\$ 6,583,910.00</b>	<b>\$ 4,143,005.41</b>	<b>\$ 3,015,625.28</b>	<b>\$ (493,386.11)</b>	<b>\$ (335,190.69)</b>	<b>\$ (1,768,079.03)</b>
<b>All Other Governmental Funds</b>										
Restricted										
Debt service fund	-	-	-	\$ 26,201.19	\$ 33,735.00	\$ 133,459.32	\$ 647,556.00	\$ 173,201.71	\$ 197,330.77	\$ 201,629.12
Capital projects fund	-	-	-	3,321,383.00	8,825,604.00	7,331,126.57	3,118,242.35	(1,034,938.49)	3,856,606.00	926,611.90
Committed	-	-	-	2,203,400.00	3,607,558.00	171,575.15	3,400.00	1,064,909.00	-	-
Assigned	-	-	-	-	-	-	-	-	7,633,766.08	-
Capital projects fund	-	-	-	-	-	-	-	-	-	-
Debt service fund	-	-	-	-	-	-	-	514,097.00	-	-
Reserved	-	\$ 583,465.82	\$ 26,291.00	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue fund	\$ (33,599.00)	-	-	-	-	-	-	-	-	-
Capital projects fund	31,879.00	(2,762,552.29)	397,279.01	-	-	-	-	-	-	-
Debt service fund	165,209.49	52,097.44	13,882.40	-	-	-	-	-	-	-
Permanent fund	-	-	-	-	-	-	-	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 163,489.49</b>	<b>\$ (2,126,989.03)</b>	<b>\$ 437,452.41</b>	<b>\$ 5,550,984.19</b>	<b>\$ 12,466,897.00</b>	<b>\$ 7,636,161.04</b>	<b>\$ 3,769,198.35</b>	<b>\$ 717,269.22</b>	<b>\$ 11,687,702.85</b>	<b>\$ 1,128,241.02</b>

Source: CAFR Schedule B-1

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Revenues</b>										
Tax/levy	\$ 27,185,049.00	\$ 27,677,034.97	\$ 27,165,234.00	\$ 29,399,318.00	\$ 29,539,895.00	\$ 30,244,856.14	\$ 31,381,626.00	\$ 33,162,013.00	\$ 33,446,664.00	\$ 34,925,375.00
Tuition charges	762,070.62	689,839.51	606,137.40	605,050.31	809,450.00	1,001,227.85	1,183,938.00	1,366,168.06	1,418,376.46	1,422,925.73
Transportation										
Interest earnings	398,949.20	500,700.05	82,966.28	61,654.28	17,993.00	8,739.21	2,663.00	2,494.40	24,206.38	3,700.57
Miscellaneous	998,782.65	860,409.75	1,381,953.66	1,212,229.59	407,266.00	523,663.32	512,707.00	595,126.41	627,177.26	1,100,765.62
State sources	31,493,611.94	70,368,610.92	6,982,686.84	39,393,223.00	43,091,223.00	39,528,603.00	38,542,333.00	34,749,671.00	38,589,203.79	40,510,711.39
Federal sources	62,283,044.92	101,722,953.63	97,282,846.06	70,312,682.38	76,587,779.00	68,613,026.15	70,103,214.00	71,241,684.45	75,550,297.29	78,977,619.92
<b>Total revenue</b>										
<b>Expenditures</b>										
Instruction	\$ 16,312,399.84	\$ 17,304,381.86	\$ 17,522,452.34	\$ 17,163,207.40	\$ 17,914,081.00	\$ 18,538,788.30	\$ 18,189,262.00	\$ 18,125,686.50	\$ 18,255,517.98	\$ 19,622,302.41
Regular instruction	3,868,511.09	4,047,329.28	4,186,309.06	4,019,294.34	4,230,116.00	4,403,927.67	4,377,021.00	4,307,177.57	3,952,283.61	4,865,001.45
Special education instruction	1,765,654.45	1,715,014.40	1,869,940.20	1,704,901.91	1,734,005.00	2,800,945.66	2,444,116.00	2,128,633.40	161,195.40	170,421.07
Other special instruction	1,035,304.38	1,126,193.63	1,770,314.99	2,120,250.32	2,134,577.00	2,476,911.27	2,657,188.00	2,692,574.58	2,616,354.04	2,672,618.13
Support Services:										
Tuition	4,335,772.90	5,229,794.72	5,216,989.05	5,921,096.43	6,252,499.00	7,024,619.39	7,576,720.00	8,490,220.63	7,336,205.98	7,945,624.61
Student & insl. related services	3,954,188.00	4,174,030.86	4,266,845.00	3,966,639.48	4,244,599.00	4,585,336.62	5,041,285.00	4,983,496.87	5,012,458.44	5,789,607.23
General administration	1,206,297.16	1,297,361.00	1,303,554.20	1,157,581.89	1,158,470.00	1,175,292.50	1,236,338.00	1,288,771.90	1,198,006.76	1,211,867.36
School administrative services	2,274,425.66	2,216,826.73	2,320,112.22	2,375,348.11	2,516,067.00	2,562,284.07	2,592,115.00	2,737,370.85	2,664,919.74	2,150,817.31
Central services	958,390.28	1,080,795.74	1,002,390.01	945,864.80	1,210,044.00	1,118,655.06	1,044,735.00	1,118,503.03	1,124,883.21	1,265,907.46
Plant operations and maintenance	5,610,542.25	6,129,706.00	6,059,102.68	6,627,756.41	6,636,031.00	6,615,131.12	6,975,943.00	7,387,798.47	7,028,573.77	7,251,545.50
Pupil transportation	3,862,713.81	4,060,221.41	4,029,108.88	3,871,863.59	4,332,436.00	4,330,503.64	4,543,534.00	5,087,173.49	4,788,826.82	4,679,556.45
Other Support Services	12,108,759.20	12,165,357.87	12,928,635.71	11,867,886.94	12,742,711.00	12,760,524.39	14,622,340.00	15,260,806.94	15,801,410.40	16,251,855.21
Employee benefits	4,543.04	5,929.50	287.00	442,693.00	381,984.00	437,861.23	522,282.00	441,211.00	512,334.90	518,683.00
Special Schools	296,317.00	440,735.00	417,802.00	2,562,779.93	6,999,771.00	5,915,864.59	1,215,832.00	1,782,371.20	9,489,480.93	11,287,162.70
Charter Schools	29,349,534.74	41,048,450.30	35,886,934.09	2,562,779.93	6,999,771.00	5,915,864.59	1,215,832.00	1,782,371.20	9,489,480.93	11,287,162.70
Capital outlay										
Debt service:										
Principal	650,000.00	1,375,000.00	1,435,000.00	1,775,000.00	1,915,000.00	2,065,000.00	2,670,000.00	2,770,000.00	2,935,000.00	3,235,000.00
Interest and other charges	637,239.30	1,313,036.88	1,709,963.32	1,659,339.41	1,663,282.00	1,693,870.39	1,688,865.00	1,620,378.16	1,475,238.24	1,359,300.00
Total expenditures	86,697,569.10	103,759,052.86	100,294,780.73	86,723,934.60	76,869,073.00	76,884,684.71	75,991,587.60	78,206,695.19	84,215,688.24	90,869,565.49
Excess (deficiency) of revenues over (under) expenditures	(24,284,515.18)	(2,086,098.63)	(2,421,884.69)	3,588,687.70	2,705.00	(7,271,638.56)	(4,994,343.00)	(6,966,940.74)	(8,765,370.95)	(11,992,350.17)
<b>Other financing sources (uses)</b>										
Proceeds from borrowing	\$ 27,409,000.00	\$ -	\$ 3,320,000.00	\$ -	\$ 6,091,000.00	\$ -	\$ -	\$ 406,000.00	\$ 19,894,000.00	\$ -
Transfers in	405,188.92	393,283.76	550,218.54	3,439,341.22	2,779.00	-	2,851,336.00	166,753.59	-	-
Transfers out	(891,805.00)	(924,734.88)	(586,635.45)	(3,439,341.22)	(2,779.00)	-	(2,851,336.00)	(166,753.59)	-	-
Total other financing sources (uses)	26,922,383.92	(531,451.22)	3,283,583.09	-	6,091,000.00	-	-	406,000.00	19,894,000.00	-
<b>Net change in fund balances</b>	\$ 2,637,868.74	\$ (2,597,549.85)	\$ 861,698.40	\$ 3,588,687.70	\$ 6,093,705.00	\$ (7,271,638.56)	\$ (4,994,343.00)	\$ (6,560,940.74)	\$ 11,128,629.05	\$ (11,992,350.17)
Debt service as a percentage of noncapital expenditures	2.29%	5.24%	4.98%	5.52%	5.30%	5.23%	5.76%	5.62%	5.84%	6.51%

Source: CAFR Schedule E-2  
 Note: Noncapital expenditures are total expenditures less capital outlay.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund Other Local Revenue by Source,**  
**Last Ten Fiscal Years**  
*Unaudited*

**Exhibit J-5**

Fiscal Year Ended June 30,	Interest on Investments	Tuition Revenue	Rentals	SRECS	E-RATE	Miscellaneous	Totals
2008	520,198.49	762,010.62	9,590.00	-	-	462,240.06	1,754,039.17
2009	605,099.98	689,839.51	13,290.00	-	-	120,899.97	1,429,129.46
2010	158,287.30	606,137.40	13,827.50	-	-	1,252,805.14	2,031,057.34
2011	36,657.38	605,050.31	23,747.50	-	-	1,187,143.04	1,852,598.23
2012	57,561.17	809,450.08	6,245.00	-	-	353,189.22	1,226,445.47
2013	39,401.93	1,001,227.85	7,149.59	-	-	480,031.50	1,527,810.87
2014	1,260.00	1,183,938.00	6,197.00	-	-	484,591.00	1,675,986.00
2015	16,355.96	1,366,168.06	31,568.11	-	-	531,750.10	1,945,842.23
2016	16,721.54	1,418,376.46	33,260.00	-	28,961.45	543,269.00	2,040,588.45
2017	15,187.97	1,422,925.73	33,244.00	247,062.00	276,750.69	522,841.93	2,518,012.32

Source: District Records



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
 Assessed Value and Actual Value of Taxable Property,  
 Last Ten Fiscal Years

EGG HARBOR CITY Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized) Value
2008	7,473,400	233,325,700	-	-	43,906,000	9,208,900	6,943,400	300,857,400	-	2,418,358	303,275,758	0.444	331,818,409
2009	6,730,400	233,870,000	-	-	44,026,300	9,208,900	6,943,400	300,779,000	-	2,274,552	303,053,552	0.404	325,721,548
2010	6,988,700	234,673,900	-	-	43,187,700	9,390,400	6,790,400	301,031,100	-	-	301,031,100	0.414	313,652,281
2011	6,899,000	233,514,400	-	-	42,409,300	6,908,800	6,790,400	296,521,900	-	2,153,629	298,675,529	0.451	300,482,683
2012	5,108,200	176,622,200	-	-	30,112,100	5,598,300	4,778,800	222,219,600	-	2,178,933	224,398,533	0.614	258,093,073
2013	6,552,800	176,509,100	-	-	30,217,200	5,515,800	4,778,800	223,573,700	-	1,556,978	225,130,678	0.540	255,018,572
2014	5,785,800	176,902,100	-	-	30,375,400	5,515,800	4,778,800	223,357,900	-	1,475,852	224,833,752	0.580	238,719,458
2015	6,384,000	177,085,300	-	-	30,669,400	5,694,500	5,248,200	225,081,400	-	-	225,081,400	0.563	233,511,153
2016	6,011,800	174,834,200	-	-	31,155,800	5,684,500	6,137,000	223,833,300	-	-	223,833,300	0.658	232,216,309
2017	6,061,700	173,631,600	-	-	31,581,600	5,694,500	5,228,800	222,198,200	-	-	222,198,200	0.673	235,848,258

**GALLOWAY TOWNSHIP**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized) Value
2008	64,965,900	1,596,589,100	14,828,400	1,302,200	195,138,700	6,752,100	39,586,300	1,919,162,700	-	9,233,920	1,928,396,620	0.765	3,963,741,750
2009	141,348,000	2,976,695,800	32,416,200	1,307,700	434,765,900	17,351,800	71,190,000	3,675,075,400	-	10,546,907	3,685,622,307	0.399	3,958,349,828
2010	136,666,800	2,985,184,800	33,225,500	1,468,600	431,936,100	17,058,000	71,190,000	3,676,729,800	-	-	3,676,729,800	0.437	3,962,409,881
2011	133,115,900	2,983,452,800	32,020,800	1,189,300	399,923,200	15,808,000	71,190,000	3,636,700,000	-	9,156,678	3,645,856,678	0.433	3,580,533,036
2012	129,441,200	2,985,724,000	35,510,700	1,446,100	391,367,700	15,808,000	71,190,000	3,610,487,700	-	8,862,297	3,619,349,997	0.449	3,387,762,005
2013	125,817,700	2,904,657,900	36,684,100	1,297,900	375,739,500	12,455,200	64,640,000	3,521,292,300	-	7,868,387	3,529,160,687	0.470	3,178,850,555
2014	79,309,200	2,219,575,900	30,568,900	1,439,200	306,583,000	7,874,400	61,759,900	2,707,110,500	-	6,299,272	2,713,409,772	0.645	2,856,063,815
2015	75,290,000	2,223,810,300	31,443,000	1,585,300	303,890,100	7,080,600	61,759,900	2,704,859,200	-	5,670,946	2,710,530,146	0.662	2,710,530,146
2016	73,359,300	2,222,039,900	31,707,500	1,585,300	300,913,700	6,880,600	61,759,900	2,698,246,200	-	-	2,698,246,200	0.663	2,922,276,577
2017	71,322,300	2,221,750,400	31,653,800	1,688,200	301,982,900	3,470,300	61,759,900	2,693,627,800	-	-	2,693,627,800	0.688	2,769,862,028

Source: County Abstract of Rates & Municipal Tax Assessors

**Note:**

**R**      Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment  
**a**      Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Assessed Value and Actual Value of Taxable Property,**  
**Last Ten Fiscal Years**

**HAMILTON TOWNSHIP**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized) Value
2008	69,523,200	860,675,600	7,318,600	1,964,200	286,822,700	15,077,100	44,823,300	1,286,204,700	-	3,742,079	1,289,946,779	0.724	2,759,008,516
2009	68,670,500	882,041,900	7,359,500	1,857,200	282,155,300	15,196,700	56,945,500	1,314,226,600	-	4,028,166	1,318,254,766	0.673	2,749,273,699
2010	64,734,600	895,119,800	7,016,300	1,843,300	269,334,500	15,076,200	56,945,500	1,310,069,200	-	-	1,310,069,200	0.723	2,653,286,355
2011	121,236,860	1,618,991,400	12,246,700	1,895,486	505,541,800	25,368,440	106,594,800	2,391,865,486	-	7,628,595	2,399,494,081	0.414	2,809,111,189
2012	112,511,900	1,628,180,200	11,964,600	1,874,686	494,835,500	25,056,500	106,584,800	2,381,008,186	-	7,388,392	2,388,396,578	0.428	2,435,946,470
2013	99,901,600	1,618,394,900	11,854,900	1,866,086	496,187,500	25,056,500	103,361,000	2,356,622,486	-	6,442,727	2,363,065,213	0.575	2,421,305,862
2014	91,181,800	1,558,340,300	11,866,300	1,884,986	481,205,900	22,256,500	102,611,000	2,269,346,786	-	5,660,600	2,275,007,386	0.519	2,292,689,583
2015	74,062,500	1,417,170,300	10,967,700	1,872,486	463,801,900	20,819,200	96,886,600	2,085,370,686	-	6,518,081	2,091,888,767	0.559	2,091,888,767
2016	72,039,700	1,425,100,400	10,403,700	1,866,764	463,333,600	20,819,200	96,886,600	2,090,249,964	-	6,475,735	2,096,725,699	0.593	2,243,298,931
2017	70,820,600	1,425,931,400	11,216,500	1,900,358	463,053,000	20,419,200	89,686,600	2,083,027,658	-	7,715,481	2,090,743,139	0.602	2,144,308,381

**MULLICA TOWNSHIP**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized) Value
2008	14,486,300	246,193,900	6,149,100	2,257,700	15,682,700	2,473,300	515,400	287,758,400	-	-	287,758,400	0.793	610,775,433
2009	14,056,800	249,104,700	6,460,900	2,285,200	15,193,800	2,656,300	515,400	290,273,100	-	956,685	287,758,400	0.812	661,088,711
2010	13,922,600	250,731,000	6,685,600	2,224,300	15,125,200	2,656,300	515,400	291,861,400	-	-	291,861,400	0.864	641,594,400
2011	13,602,500	252,398,800	6,391,200	2,303,200	14,679,800	1,674,200	515,400	291,565,100	-	832,638	292,397,738	0.833	590,760,138
2012	13,497,400	253,402,100	6,399,400	2,368,100	14,789,500	1,153,400	515,400	292,125,300	-	835,156	292,960,456	0.803	574,323,466
2013	13,426,100	253,830,200	6,449,000	2,359,900	14,730,900	1,153,400	515,400	292,464,900	-	801,616	293,266,516	0.800	531,344,652
2014	13,396,900	254,291,200	6,127,900	2,389,800	14,655,200	1,153,400	515,400	292,529,800	-	551,952	293,081,752	0.878	490,315,785
2015	13,383,400	254,194,600	6,189,800	2,382,600	14,618,300	1,153,400	515,400	292,437,500	-	579,672	293,017,172	0.866	507,403,762
2016	13,400,000	253,853,300	6,326,700	2,362,600	14,470,000	1,153,400	515,400	292,081,400	-	-	292,081,400	0.971	481,426,405
2017	12,953,800	254,576,400	6,288,000	2,286,200	14,105,200	1,153,400	515,400	291,878,400	-	-	291,878,400	1.064	482,406,463

Source: County Abstract of Ratables & Municipal Tax Assessors

**Note:** R Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment  
 a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

**Egg Harbor City:**

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct	Local			Total Direct and Overlapping Tax Rate
	Basic Rate	Obligation Debt Service	General	County General	County Open Space	County Other	School District		Municipal Local Purpose			
2008	0.405	0.039	0.444	0.250	0.022	0.045	0.710	1.128	2.599			
2009	0.368	0.036	0.404	0.271	0.005	0.050	0.754	1.137	2.621			
2010	0.379	0.035	0.414	0.280	0.005	0.049	0.767	1.201	2.716			
2011	0.411	0.040	0.451	0.310	0.005	0.050	0.889	1.275	2.980			
2012	0.558	0.056	0.614	0.364	0.006	0.060	1.209	1.708	3.961			
2013	0.473	0.067	0.540	0.460	0.007	0.062	1.262	1.797	4.128			
2014	0.521	0.058	0.579	0.425	0.006	0.075	1.264	1.828	4.177			
2015	0.505	0.058	0.563	0.432	0.002	0.036	1.376	1.867	4.276			
2016	0.607	0.051	0.658	0.479	0.001	0.058	1.445	1.892	4.533			
2017	0.599	0.074	0.673	0.529	0.002	0.061	1.442	1.959	4.666			

**Galloway Township:**

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct	Local			Total Direct and Overlapping Tax Rate
	Basic Rate	Obligation Debt Service	General	County General	County Open Space	County Other	School District		Municipal Local Purpose			
2008	0.699	0.066	0.765	0.465	0.042	0.084	1.485	0.677	3.518			
2009	0.364	0.035	0.399	0.267	0.005	0.049	0.791	0.384	1.895			
2010	0.402	0.035	0.437	0.276	0.005	0.048	0.794	0.409	1.969			
2011	0.393	0.040	0.433	0.301	0.005	0.049	0.797	0.434	2.019			
2012	0.409	0.040	0.449	0.295	0.005	0.049	0.806	0.450	2.054			
2013	0.417	0.053	0.470	0.361	0.005	0.049	0.840	0.480	2.205			
2014	0.580	0.065	0.645	0.402	0.005	0.070	1.135	0.684	2.941			
2015	0.597	0.065	0.662	0.500	0.002	0.047	1.158	0.673	3.042			
2016	0.603	0.060	0.663	0.510	0.003	0.048	1.165	0.663	3.052			
2017	0.613	0.075	0.688	0.513	0.001	0.059	1.180	0.642	3.083			

Source: District Records and Municipal Tax Collector

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

**Hamilton Township:**

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct and Overlapping Tax Rate	
	General	Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Local School District		Municipal Local Purpose
2008	0.661	0.063	0.724	0.483	0.043	0.087	1.450	1.010	3.797
2009	0.614	0.059	0.673	0.519	0.011	0.095	1.450	1.225	3.973
2010	0.663	0.060	0.723	0.541	0.010	0.093	1.475	1.307	4.149
2011	0.376	0.038	0.414	0.332	0.005	0.055	0.817	0.740	2.363
2012	0.390	0.038	0.428	0.321	0.006	0.054	0.807	0.739	2.355
2013	0.390	0.038	0.428	0.419	0.006	0.056	0.832	0.739	2.627
2014	0.467	0.052	0.519	0.400	0.005	0.070	0.863	0.770	2.627
2015	0.502	0.057	0.559	0.475	0.002	0.043	0.962	0.837	2.878
2016	0.543	0.050	0.593	0.450	0.002	0.043	0.980	0.850	2.918
2017	0.536	0.066	0.602	0.511	0.001	0.059	1.029	0.863	3.065

**Mullica Township:**

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct and Overlapping Tax Rate	
	General	Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Local School District		Municipal Local Purpose
2008	0.724	0.069	0.793	0.478	0.043	0.086	1.257	1.037	3.694
2009	0.740	0.072	0.812	0.566	0.011	0.104	1.288	1.057	3.838
2010	0.792	0.072	0.864	0.588	0.011	0.101	1.308	1.075	3.947
2011	0.755	0.078	0.833	0.621	0.011	0.100	1.310	1.094	3.969
2012	0.726	0.077	0.803	0.622	0.011	0.102	1.278	1.103	3.919
2013	0.696	0.104	0.800	0.742	0.011	0.100	1.302	1.134	4.089
2014	0.790	0.088	0.878	0.671	0.009	0.118	1.304	1.169	4.149
2015	0.778	0.088	0.866	0.741	0.003	0.067	1.327	1.193	4.197
2016	0.893	0.078	0.971	0.798	0.002	0.095	1.332	1.219	4.417
2017	0.956	0.108	1.064	0.826	0.002	0.094	1.459	1.249	4.694

Source: District Records and Municipal Tax Collector

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Property Taxpayers,**  
**Current Year and Nine Years Ago**

**Exhibit J-8**

**EGG HARBOR CITY**

	2017			2008		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
975 Holdings, LLC	\$ 2,763,700.00	1	1.24%			
Egg Harbor Holdings Urban Renewal	1,849,900.00	2	0.83%			
Harbor Plaza Holdings, LLC	1,797,400.00	3	0.81%			
Egg Harbor Realty Holding, LLS	1,189,600.00	4	0.54%			
Cedar Creek Partners, LLC	1,113,200.00	5	0.50%			
Rose Liepe	1,042,600.00	6	0.47%			
White Horse Pike	1,001,000.00	7	0.45%			
Hinmanshu Patel	990,500.00	8	0.45%			
Joan Gravitz	989,700.00	9	0.45%	\$ 1,423,800.00	3	0.47%
George Frick	938,900.00	10	0.42%			
Renault LLC				3,879,900.00	1	1.29%
Pembroke Assoc. LLC				1,242,600.00	9	0.41%
Ocean Realty				1,371,800.00	6	0.46%
Egg Harbor Boats t/a Theatre Production				1,180,000.00	10	0.39%
Egg Harbor Yachts, LLC				1,264,200.00	7	0.42%
Liverpool Estates, LP				2,159,100.00	2	0.72%
Philadelphia Associates c/o Bank of America				1,375,500.00	5	0.46%
Philadelphia Associates c/o Bank of America				1,414,900.00	4	0.47%
<b>Total</b>	<b>\$13,676,500.00</b>		<b>6.16%</b>	<b>\$ 15,311,800.00</b>		<b>5.09%</b>
<b>Total Assessed Value</b>			<b>\$ 222,198,200.00</b>			<b>\$ 300,857,400.00</b>

**GALLOWAY TOWNSHIP**

	2017			2008		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Galloway Apt. (Woods at Blue Heron Pines)	\$29,875,000.00	1	1.11%			
CNL Galloway LLC	10,369,500.00	2	0.38%			
300 E Jimmie Leeds Rd LLC	10,200,000.00	3	0.38%	\$ 5,475,900.00	10	0.29%
Galloway Real Property LLC	7,800,000.00	4	0.29%			
Route 27 Acquisition LLC	7,275,000.00	5	0.27%			
Galloway Apartments LP	7,125,000.00	6	0.26%	24,499,500.00	1	1.28%
NJ Bell Telephone	6,299,272.00	7	0.23%	5,853,420.00	7	0.30%
Smithville TC Holdings/DB Holdings	5,760,000.00	8	0.21%			
Tilton Vistas LLC	5,500,000.00	9	0.20%			
Towne of Historic Smithville LLC	5,296,600.00	10	0.20%			
Galloway Healthcare LP				7,004,600.00	6	0.36%
K Hovnanian				5,845,100.00	8	0.30%
JSM at Galloway LLC				20,448,100.00	2	1.07%
Atlantic Utility Co. and Ole Hansen				12,029,000.00	5	0.63%
Marriott Hotel Services				19,504,600.00	3	1.02%
Seaview Hotel Services				14,610,000.00	4	0.76%
Galloway National				5,651,600.00	9	0.29%
<b>Total</b>	<b>\$95,500,372.00</b>		<b>3.55%</b>	<b>\$ 120,921,820.00</b>		<b>6.30%</b>
<b>Total Assessed Value</b>			<b>\$ 2,693,627,800.00</b>			<b>\$ 1,919,162,700.00</b>

**Source:** Municipal Tax Assessors

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Property Taxpayers,**  
**Current Year and Nine Years Ago**

**Exhibit J-8A**

**HAMILTON TOWNSHIP BOE**

	2017			2008		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Benderson-Wainberg Associates	\$ 96,198,100.00	1	4.62%	\$ 45,655,800.00	2	3.55%
Hamilton Mall, LLC.	94,844,300.00	2	4.55%	60,000,000.00	1	4.66%
BFW/Pike Associates, LLC	50,869,700.00	3	2.44%	21,779,200.00	3	1.69%
JSM at Timber Glenn, LLC	38,460,800.00	4	1.85%	19,072,500.00	4	1.48%
DD Residential, LP	32,215,800.00	5	1.55%			
R.H. Macy and Company, Inc.	18,761,400.00	6	0.90%	11,755,400.00	5	0.91%
Hometown Mays Landing MHC, LLC	18,487,200.00	7	0.89%			
Walmart Property Tax Dept	18,157,800.00	8	0.87%			
Sears Roebuck and Company	15,547,500.00	9	0.75%	9,497,800.00	7	0.74%
Joey T. LLC	14,000,000.00	10	0.67%			
Benderson-Wainberg Assoc. (Target)				8,165,400.00	10	0.63%
Greenwood ACRA Inc./Racetrack				9,500,000.00	6	0.74%
Festival at Hamilton				8,900,000.00	7	0.69%
Atlantic Southern				9,200,000.00	8	0.72%
<b>Total</b>	<b>\$ 397,542,600.00</b>		<b>19.08%</b>	<b>\$ 203,526,100.00</b>		<b>15.82%</b>
<b>Total Assessed Value</b>			<b>\$ 2,083,027,658.00</b>			<b>\$ 1,286,204,700.00</b>

**MULLICA TOWNSHIP**

	2017			2008		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
N.J. Carpenters App. Tr. & Ed. Fund	\$ 1,391,500.00	1	0.48%	\$ 1,391,500.00	2	0.48%
Ocean Yachts, Inc.	1,000,000.00	2	0.34%	1,982,100.00	1	0.69%
Umosella, John & Kristina	589,900.00	3	0.20%			
Mullica Woods MHC, LLC	556,000.00	4	0.19%			
Verizon NJ Bell	551,952.00	5	0.19%			
Leek, Ralph N. & Donna	513,500.00	6	0.18%			
Mazza, Gary & Carolyn	490,800.00	7	0.17%			
Garvey, Lia E.	453,100.00	8	0.16%	561,700.00	6	0.20%
Silva, Christopher & Elaine A.	450,000.00	9	0.15%			
Ottinger, Carol J.	421,500.00	10	0.14%	453,100.00	8	0.16%
S.W. Café, LLC				1,057,800.00	3	0.37%
Rudolph Chiorazzo & D.C. Wintrade				688,400.00	4	0.24%
Forks Landing, Inc.				421,500.00	9	0.15%
John J. Brunetti				610,200.00	5	0.21%
AIOP Mullica, LLC				556,000.00	7	0.19%
Blue Leopard Corp., An N.J. Corp.				412,500.00	10	0.14%
B-Q Qtr T/A Lawman Supply Co.						
<b>Total</b>	<b>\$ 6,418,252.00</b>		<b>2.20%</b>	<b>\$ 8,134,800.00</b>		<b>2.83%</b>
<b>Total Assessed Value</b>			<b>\$ 291,878,400.00</b>			<b>\$ 287,758,400.00</b>

**Source:** Municipal Tax Assessors

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Property Tax Levies and Collections,**  
**Last Ten Fiscal Years**

**Exhibit J-9**

**EGG HARBOR CITY**

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	1,359,754.85	1,359,754.85	100.00%	-
2009	1,327,701.00	1,327,701.00	100.00%	-
2010	1,207,270.94	1,207,270.94	100.00%	-
2011	1,242,956.72	1,242,956.72	100.00%	-
2012	1,227,385.00	1,227,385.00	100.00%	-
2013	1,253,132.87	1,253,132.87	100.00%	-
2014	1,138,964.00	1,138,964.00	100.00%	-
2015	1,178,583.00	1,178,583.00	100.00%	-
2016	1,156,761.00	1,156,761.00	100.00%	-
2017	1,315,065.00	1,315,065.00	100.00%	-

**GALLOWAY TOWNSHIP**

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	13,982,440.18	13,982,440.18	100.00%	-
2009	14,724,350.00	14,724,350.00	100.00%	-
2010	14,715,705.44	14,715,705.44	100.00%	-
2011	16,120,080.84	16,120,080.84	100.00%	-
2012	14,340,884.00	14,340,884.00	100.00%	-
2013	14,722,464.46	14,722,464.46	100.00%	-
2014	15,456,575.00	15,456,575.00	100.00%	-
2015	15,728,786.00	15,728,786.00	100.00%	-
2016	16,312,772.00	16,312,772.00	100.00%	-
2017	16,153,913.00	16,153,913.00	100.00%	-

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

a School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Property Tax Levies and Collections,**  
**Last Ten Fiscal Years**

**Exhibit J-9A**

**HAMILTON TOWNSHIP**

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	9,615,264.58	9,615,264.58	100.00%	-
2009	9,336,714.19	9,336,714.19	100.00%	-
2010	8,875,113.69	8,875,113.69	100.00%	-
2011	9,505,101.47	9,505,101.47	100.00%	-
2012	9,033,678.00	9,033,678.00	100.00%	-
2013	9,247,346.38	9,247,346.38	100.00%	-
2014	10,465,819.00	10,465,819.00	100.00%	-
2015	10,615,130.00	10,615,130.00	100.00%	-
2016	10,653,955.00	10,653,955.00	100.00%	-
2017	11,051,923.00	11,051,923.00	100.00%	-

**MULLICA TOWNSHIP**

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	2,225,589.39	2,225,589.39	100.00%	-
2009	2,288,269.00	2,288,269.00	100.00%	-
2010	2,365,143.93	2,365,143.93	100.00%	-
2011	2,531,178.97	2,531,178.97	100.00%	-
2012	2,212,046.00	2,212,046.00	100.00%	-
2013	2,127,329.29	2,127,329.29	100.00%	-
2014	2,189,893.00	2,189,893.00	100.00%	-
2015	2,313,776.00	2,313,776.00	100.00%	-
2016	2,309,512.00	2,309,512.00	100.00%	-
2017	2,520,761.00	2,520,761.00	100.00%	-

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

**a** School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

**Exhibit J-10**

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income	Per Capita
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2008	42,384,000.00	-	-	-	-	42,384,000.00	1.63%	36,874
2009	41,009,000.00	-	-	-	-	41,009,000.00	1.50%	38,351
2010	42,894,000.00	-	-	-	-	42,894,000.00	1.53%	39,370
2011	41,119,000.00	-	-	-	-	41,119,000.00	1.45%	38,175
2012	45,320,000.00	-	-	-	-	45,320,000.00	1.53%	39,746
2013	43,265,000.00	-	-	-	-	43,265,000.00	1.44%	40,262
2014	40,595,000.00	-	-	-	-	40,595,000.00	1.35%	40,262
2015	37,825,000.00	-	-	-	-	37,825,000.00	1.19%	42,425
2016	53,801,000.00	-	1,469,979.51	-	-	55,270,979.51	1.71%	43,336
2017	50,566,000.00	-	1,142,620.10	-	-	51,708,620.10	1.61%	43,695

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

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.  
Per Capita Income by Municipality was unavailable. Per Capita Income by County was used.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**

**Exhibit J-11**

Fiscal Year Ended June 30,	Governmental Activities		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions			
2008	42,384,000.00	-	42,384,000.00	1.11%	36,874
2009	41,009,000.00	-	41,009,000.00	0.73%	38,351
2010	42,894,000.00	-	42,894,000.00	0.77%	39,370
2011	41,119,000.00	-	41,119,000.00	0.62%	38,175
2012	45,320,000.00	-	45,320,000.00	0.69%	39,746
2013	43,265,000.00	-	43,265,000.00	0.67%	40,262
2014	40,595,000.00	-	40,595,000.00	0.74%	40,262
2015	37,825,000.00	-	37,825,000.00	0.71%	42,425
2016	53,801,000.00	-	53,801,000.00	1.01%	43,336
2017	50,566,000.00	-	50,566,000.00	0.95%	43,695

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

- a** See Exhibit NJ J-6 for property tax data.
- b** Population data can be found in Exhibit NJ J-14. Per Capital Income by Municipality was not available. Used Per Capita Income by County. Details regarding the district's outstanding debt can be found in the notes to the financial statements.

Deductions are allowable for resources that are restricted to repaying the principal of debt outstanding.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
Direct and Overlapping Governmental Activities Debt,  
As of December 31, 2016**

**Exhibit J-12**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt Repaid with Property Taxes</b>			
Local Municipalities:			
City of Egg Harbor City	\$ 3,204,250.00	100.00%	\$ 3,204,250.00
Township of Galloway	14,050,184.90	100.00%	14,050,184.90
Township of Hamilton	13,494,969.16	100.00%	13,494,969.16
Township of Mullica	1,717,125.00	100.00%	1,717,125.00
<b>Other Debt</b>			
County of Atlantic	152,426,901.32	15.49%	23,607,434.25
Subtotal, Overlapping Debt			56,073,963.31
<b>Greater Egg Harbor Regional High School District Direct Debt</b>			<u>53,801,000.00</u>
<b>Total Direct and Overlapping Debt</b>			<u><u>\$ 109,874,963.31</u></u>

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years

Exhibit J-13

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt limit	\$ 199,837,642.62	\$ 219,523,277.00	\$ 225,950,281.00	\$ 225,950,281.00	\$ 225,950,281.00	\$ 202,324,155.00	\$ 193,333,902.00	\$ 186,175,680.00	\$ 180,561,636.74	\$ 176,240,187.97
Total net debt applicable to limit	42,384,000.00	41,009,000.00	41,009,000.00	41,119,000.00	45,320,000.00	43,265,000.00	40,595,000.00	37,825,000.00	53,801,000.00	50,566,000.00
Legal debt margin	\$ 157,453,642.62	\$ 178,514,277.00	\$ 184,941,281.00	\$ 184,831,281.00	\$ 180,630,281.00	\$ 159,059,155.00	\$ 152,738,902.00	\$ 148,350,680.00	\$ 126,760,636.74	\$ 125,674,187.97
Total net debt applicable to the limit as a percentage of debt limit	21.21%	18.68%	18.15%	18.20%	20.06%	21.38%	21.00%	20.32%	29.80%	28.69%

	2016	2017
Equalized valuation basis:		
2016	\$ 5,748,457,919.33	
2015	5,905,910,751.00	
2014	5,969,650,127.00	
	<u>\$ 17,624,018,797.33</u>	
Average equalized valuation of taxable property	\$ 5,874,672,932.44	
Debt limit ( 3% of average)	176,240,187.97	
Net bonded school debt	50,566,000.00	
Legal debt margin	<u>\$ 125,674,187.97</u>	

Source: Abstract of Rates and District Records CAFR Schedule J-7

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

**Exhibit J-14**

**EGG HARBOR CITY**

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2008	4,390	152,803.00	36,874	8.70%
2009	4,381	166,165.00	38,351	8.70%
2010	4,378	166,165.00	39,370	10.70%
2011	4,244	159,067.00	38,175	18.40%
2012	4,240	174,398.00	39,746	18.80%
2013	4,299	171,425.00	40,262	19.80%
2014	4,246	170,952.45	40,262	10.80%
2015	4,264	180,900.20	42,425	10.60%
2016	4,239	183,701.30	43,336	9.90%
2017	4,193	183,213.14	43,695	9.20%

**GALLOWAY TOWNSHIP**

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2008	35,958	1,325,915.29	36,874	5.40%
2009	36,378	1,395,132.68	38,351	6.60%
2010	36,578	1,440,075.86	39,370	10.70%
2011	37,364	1,432,248.00	38,175	10.80%
2012	37,322	1,483,400.21	39,746	11.50%
2013	37,318	1,502,497.32	40,262	12.20%
2014	37,646	1,515,703.25	40,262	10.70%
2015	37,583	1,594,458.78	42,425	9.50%
2016	37,291	1,616,042.78	43,336	8.50%
2017	36,753	1,605,922.34	43,695	6.60%

**Source:**

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented

<sup>c</sup> Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

**Exhibit J-14A**

**HAMILTON TOWNSHIP**

	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2008	24,446	901,421.80	36,874	4.80%
2009	24,340	933,463.34	38,351	6.00%
2010	24,326	957,714.62	39,370	10.70%
2011	26,514	1,012,171.95	38,175	10.90%
2012	26,483	1,052,593.32	39,746	11.90%
2013	26,728	1,076,122.74	40,262	12.90%
2014	26,752	1,077,089.02	40,262	10.10%
2015	26,647	1,130,498.98	42,425	9.60%
2016	26,787	1,160,841.43	43,336	8.60%
2017	26,499	1,157,873.81	43,695	6.80%

**MULLICA TOWNSHIP**

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2008	6,028	222,276.47	36,874	5.70%
2009	6,028	231,179.83	38,351	7.10%
2010	6,052	238,267.24	39,370	12.60%
2011	6,151	234,814.43	38,175	12.80%
2012	6,144	244,199.42	39,746	13.00%
2013	6,190	249,221.78	40,262	13.60%
2014	6,176	248,658.11	40,262	10.80%
2015	6,155	261,125.88	42,425	11.30%
2016	6,098	264,262.93	43,336	11.70%
2017	6,041	263,961.50	43,695	9.20%

Sources:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented

<sup>c</sup> Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year and Ten Years Ago**

**Exhibit J-15**

**HAMILTON TOWNSHIP**

<b>Employer</b>	2017			2008		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>

*Information not available*

*Information not available*

**GALLOWAY TOWNSHIP**

<b>Employer</b>	2017			2008		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>

*Information not available*

*Information not available*

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year and Ten Years Ago**

**Exhibit J-15A**

**EGG HARBOR CITY**

<b>Employer</b>	2017			2008		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>

*Information not available*

*Information not available*

**MULLICA TOWNSHIP**

<b>Employer</b>	2017			2008		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Employment</b>

*Information not available*

*Information not available*



**GREATER EGG HARBOR HIGH SCHOOL DISTRICT**  
**Full-time Equivalent District Employees by Function/Program,**  
**Last Ten Fiscal Years**

<u>Function/Program</u>	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Instruction	220	233	232	232	237	237	235	217	240	220
Regular	97	98	93	92	89	89	86	81	80	75
Special education	2	2	2	4	2	2	2	2	1	2
Other special education										
Vocational										
Other instruction	2	2	4	4	3	3	3	3	3	3
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	44	34	34	38	39	39	37	26	35	31
General administration	7	10	11	12	13	13	13	15	13	15
School administrative services	38	37	42	42	43	43	42	56	42	42
Other administrative services	15	15								
Central services	15	9	19	19	22	22	22	21	17	17
Administrative Information Technology	9	68	11	12	14	14	13	11	12	6
Plant operations and maintenance	65	1	62	64	66	66	66	64	68	71
Pupil transportation	1		1	1	1	1	1	1	2	3
Other support services										
Special Schools										
Food Service										
<b>Total</b>	<b>500</b>	<b>509</b>	<b>511</b>	<b>520</b>	<b>529</b>	<b>529</b>	<b>520</b>	<b>497</b>	<b>513</b>	<b>485</b>

Source: District Personnel Records

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**Operating Statistics,**  
**Last Ten Fiscal Years**

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff	Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2008	3,877	56,006,819.06	14,448	4.04%	317	12.25:1	3,854.0	3,555	-0.29%	92.24%
2009	3,873	59,450,165.00	15,350	6.24%	322	12:1	3,838.8	3,556	-0.39%	92.63%
2010	3,827	61,111,833.34	15,969	4.03%	312	12:1	3,806.5	3,520	-0.84%	92.46%
2011	3,773	60,619,975.62	16,067	0.61%	321	11.75:1	3,795.8	3,523	-0.28%	92.82%
2012	3,660	63,987,020.00	17,483	8.81%	331	11.75:1	3,634.5	3,370	-4.25%	92.72%
2013	3,661	66,309,929.82	18,113	3.60%	331	11.75:1	3,636.5	3,378	0.06%	92.89%
2014	3,480	69,622,859.00	20,007	10.46%	326	11.75:1	3,456.5	3,185	-4.95%	92.15%
2015	3,265	72,133,655.23	22,093	10.43%	303	10.75:1	3,291.3	3,066	-4.78%	93.15%
2016	3,261	70,452,971.05	21,605	-2.21%	302	10.80:1	3,272.5	3,040	-0.57%	92.90%
2017	3,440	74,495,807.19	21,656	0.24%	300	11.12:1	3,173.7	2,937	-3.02%	92.54%

Sources: District records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay.

**GREATER EGG HARBOR HIGH SCHOOL DISTRICT**  
**School Building Information**  
**Last Ten Fiscal Years**

Exhibit J-18

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>District Building</b>										
High School										
Absegami (1982)	308,744	308,744	308,744	308,744	308,744	308,744	308,744	308,744	308,744	308,744
Square Feet	1,625	1,625	1,625	1,625	1,625	1,625	1,625	1,625	1,625	1,625
Capacity (students)	2,146	2,173	2,165	1,976	1,976	1,976	1,535	1,398	1,347	1,406
Enrollment										
Oakcrest (1960)	280,965	280,965	280,965	280,965	280,965	280,965	280,965	280,965	280,965	280,965
Square Feet	1,326	1,326	1,326	1,326	1,326	1,326	1,326	1,326	1,326	1,326
Capacity (students)	1,731	1,700	1,694	1,416	1,416	1,416	1,083	978	1,004	1,093
Enrollment <sup>a</sup>										
Cedar Creek (2010)	-	-	-	212,732	212,732	212,732	212,732	212,732	212,732	212,732
Square Feet	-	-	-	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Capacity (students)	-	-	-	398	398	398	861	889	910	941
Enrollment <sup>a</sup>										
<b>Other</b>										
Maintenance Garages (1960)	7,068	7,068	7,068	7,068	7,068	7,068	7,068	7,068	7,068	7,068
Square Feet										

Number of Schools at June 30, 2017

- Elementary - 0
- Middle School - 0
- Senior High Schools - 3
- Other - 0

**Source:** District Records.

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions. Changes in capacity are also due to recalculations under Department of Education guidelines. Enrollment is based on the Fall survey reports

**GREATER EGG HARBOR HIGH SCHOOL DISTRICT**  
**General Fund**  
**Schedule of Required Maintenance for School Facilities,**  
**Last Ten Fiscal Years**  
*(Unaudited)*

**Undistributed Expenditures - Required Maintenance for School Facilities**

School Facilities	Project # (s)	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Absegami High School	N/A	\$ 639,339.37	\$ 716,350.90	\$ 631,950.77	\$ 516,145.00	\$ 459,678.00	\$ 392,504.00	\$ 437,004.40	\$ 468,018.00	\$ 456,415.71	\$ 481,499.83
Oakcrest High School	N/A	523,095.84	586,105.27	525,678.63	431,877.00	379,234.00	323,816.00	360,528.63	389,314.00	379,662.80	400,528.67
Cedar Creek High School	NA				105,336.00	310,282.00	264,940.00	294,977.97	322,475.00	314,480.76	331,764.29
<b>Total School Facilities</b>		<u>\$ 1,162,435.21</u>	<u>\$ 1,302,456.17</u>	<u>\$ 1,157,629.40</u>	<u>\$ 1,053,358.00</u>	<u>\$ 1,149,194.00</u>	<u>\$ 981,260.00</u>	<u>\$ 1,092,511.00</u>	<u>\$ 1,179,807.00</u>	<u>\$ 1,150,559.27</u>	<u>\$ 1,213,792.79</u>
Other Facilities											
<b>Grand Total</b>		<u>\$ 1,162,435.21</u>	<u>\$ 1,302,456.17</u>	<u>\$ 1,157,629.40</u>	<u>\$ 1,053,358.00</u>	<u>\$ 1,149,194.00</u>	<u>\$ 981,260.00</u>	<u>\$ 1,092,511.00</u>	<u>\$ 1,179,807.00</u>	<u>\$ 1,150,559.27</u>	<u>\$ 1,213,792.79</u>

Source: District records

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

**GREATER EGG HARBOR REGIONAL SCHOOL DISTRICT**  
**Insurance Schedule**  
**For the Year Ended June 30, 2017**  
**Unaudited**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - Atlantic & Cape May Counties School Business Officials Joint Insurance Fund (ACCASBOJIF)		
Property, Inland Marine and Automobile Physical Damages		
Blanket Loss Limit of Liability	\$ 175,000,000.00	\$ 500.00
ACCASBOJIF Per Occurrence Retention	250,000.00	
Perils Included	All Risk	
Property Valuation		
Buildings and Contents	Replacement Cost	
Contractors Equipment	Actual Cash Value	
Automobiles	Replacement Cost	
Boiler and Machinery		
Limit of Liability	125,000,000.00	1,000.00
JIF Self-Insured Retention		
Crime		
Limit of Liability	500,000.00	500.00
JIF Self-Insured Retention	None	
Cyber Liability	1,000,000.00	15,000.00
General Liability and Automobile Liability		
Limit of Liability	20,000,000.00	None
JIF Self-Insured Retention	250,000.00	
Workers' Compensation		
Limit of Liability	Statutory	None
JIF Self-Insured Retention	250,000.00	
Educator's Legal Liability		
Limit of Liability	20,000,000.00	None
JIF Self-Insured Retention	175,000.00	
Pollution Legal Liability		
Limit of Liability	3,000,000.00	See below
Pollution Incident		25,000.00
Mold Incident		100,000.00
JIF Self-Insured Retention	None	
Disaster Management Services	2,000,000	15,000

Source: District Records

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# **Single Audit Section**







# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226

PHONE 609.399.6333 • FAX 609.399.3710

www.ford-scott.com

## Independent Auditor's Report

The Honorable President and  
Members of the Board of Education  
Greater Egg Harbor Regional High School District  
County of Atlantic, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Greater Egg Harbor Regional High School District, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Greater Egg Harbor Regional High School District's basic financial statements, and have issued our report thereon dated November 27, 2017.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Greater Egg Harbor Regional High School District's control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Greater Egg Harbor Regional High School 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

## **Compliance and Other Matters**

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

## **Purpose of this Report**

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

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*

Michael S. Garcia  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

November 27, 2017



# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226

PHONE 609.399.6333 • FAX 609.399.3710

[www.ford-scott.com](http://www.ford-scott.com)

## **Independent Auditor's Report**

Honorable President and  
Members of the Board of Education  
Greater Egg Harbor Regional High School District  
County of Atlantic, New Jersey

### **Report on Compliance for Each Major Federal & State Program**

We have audited the Greater Egg Harbor Regional High School 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 Greater Egg Harbor Regional High School District's major federal and state programs for the year ended June 30, 2017. The Greater Egg Harbor Regional High School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### ***Management's Responsibility***

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

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Greater Egg Harbor Regional High School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Uniform Guidance and NJ OMB 15-08. Those standards and the Uniform Guidance 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 Greater Egg Harbor Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### **Opinion on Each Major Federal and State Program**

In our opinion, the Greater Egg Harbor Regional High School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs as identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned costs for the year ended June 30, 2017.

### **Report on Internal Control Over Compliance**

Management of the Greater Egg Harbor Regional High School District's 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 Greater Egg Harbor Regional High School 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 Uniform Guidance and NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Greater Egg Harbor Regional High School District's internal control over compliance.

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

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

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

***Ford, Scott & Associates, L.L.C.***  
**FORD, SCOTT & ASSOCIATES, L.L.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

***Michael S. Garcia***

**Michael S. Garcia**  
**Certified Public Accountant**  
**Licensed Public School Accountant**  
**No. 2080**

**November 27, 2017**

**GREATER EGG HARBOR TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards**  
**For the Fiscal Year Ended June 30, 2017**

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAIN Number	Grant or State Project Number	From	To	Program or Award Amount	Balance at June 30, 2016			Budgetary Expenditures			June 30, 2017 Deferred Revenue	Due to Grantor
							Account Receivable	Deferred Revenue	Due to Grantor	Pass Through	Direct	Total		
Medical Assistance Program (SEMI)	93.778	1605NLSMAP	N/A	7/1/2016	6/30/2017	\$ 83,688.97	\$ -	\$ -	\$ -	\$ (83,688.97)	\$ (83,688.97)	\$ -	\$ (83,688.97)	\$ -
<b>Total General Fund</b>						<b>83,688.97</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(83,688.97)</b>	<b>(83,688.97)</b>	<b>-</b>	<b>(83,688.97)</b>	<b>-</b>
<b>U.S. Department of Education</b>														
Passed-Through State Department of Education Special Revenue Fund:														
Title I, Basic Allocation	84.010A	S010A150030	NCLB2017	7/1/2015	6/30/2016	577,662.99	-	-	394,650.99	-	(563,575.50)	-	(183,012.00)	14,087.49
Title I, Basic Allocation	84.010A	S010A150030	NCLB2016	7/1/2015	6/30/2016	530,519.00	(117,666.00)	3,914.77	113,751.23	-	-	-	-	-
Title I, SIA Carryover	84.010A	S010A150030	NCLB2009	9/1/2008	8/31/2009	31,750.00	(31,750.00)	-	-	-	-	-	(31,750.00)	-
Title II, Part A	84.367A	S367A150029	NCLB2017	7/1/2016	6/30/2017	35,170.00	-	-	33,219.00	-	(35,139.00)	-	(1,951.00)	31.00
Title II, Part A	84.367A	S367A150029	NCLB2016	7/1/2015	6/30/2016	67,051.00	(25,137.00)	9,488.98	25,137.00	-	(9,496.96)	-	-	-
Title III	84.365A	S365A150030	NCLB2017	7/1/2016	6/30/2017	14,020.00	-	-	6,792.00	-	(14,020.00)	-	(7,228.00)	-
Title III	84.365A	S365A150030	NCLB2016	7/1/2015	6/30/2016	13,412.00	(10,965.00)	-	10,965.00	-	-	-	-	-
Title III (Immigrant)	84.365A	S365A150030	NCLB2017	7/1/2016	6/30/2017	11,381.40	-	-	889.40	-	(10,457.76)	-	(10,492.00)	923.64
Title III (Immigrant)	84.365A	S365A150030	NCLB2016	7/1/2015	6/30/2016	7,043.00	(7,043.00)	-	7,043.00	-	-	-	-	-
I.D.E.A. Part B, Basic, Regular	84.027	H027A150100	FT17	7/1/2016	6/30/2017	781,413.00	-	-	696,700.00	-	(780,622.62)	-	(84,713.00)	790.38
I.D.E.A. Part B, Basic, Regular	84.027	H027A150100	FT16	7/1/2015	6/30/2016	809,436.00	(79,199.00)	403.71	78,427.29	-	-	-	(368.00)	-
Carl D Perkins	84.048A	S048A150030	PERK2017	7/1/2016	6/30/2017	23,806.00	-	-	22,105.00	-	(23,806.00)	-	(1,701.00)	-
Carl D Perkins	84.048A	S048A150030	PERK2016	7/1/2015	6/30/2016	24,742.56	(3,383.00)	-	3,383.00	-	-	-	-	-
<b>Total Special Revenue Fund</b>						<b>1,393,062.91</b>	<b>(25,143.00)</b>	<b>13,817.46</b>	<b>1,437,119.86</b>	<b>-</b>	<b>(1,437,119.86)</b>	<b>-</b>	<b>(21,215.00)</b>	<b>15,832.51</b>
<b>U.S. Department of Agriculture</b>														
Passed-Through State Department of Education Enterprise Fund:														
Food Distribution Program	10.555	17NJ304N1099	N/A	7/1/2016	6/30/2017	108,022.55	-	-	108,022.55	-	(108,022.55)	-	-	-
National School Breakfast Program	10.553	171NJ304N1099	N/A	7/1/2016	6/30/2017	122,061.79	-	-	99,693.55	-	(122,061.79)	-	(22,368.24)	-
National School Breakfast Program	10.553	16161NJ304N1099	N/A	7/1/2015	6/30/2016	125,670.64	(22,140.68)	-	22,140.68	-	-	-	-	-
National School Lunch Program	10.555	171NJ304N1099	N/A	7/1/2016	6/30/2017	574,475.04	-	-	483,542.96	-	(574,475.04)	-	(90,932.08)	-
National School Lunch Program	10.555	16161NJ304N1099	N/A	7/1/2015	6/30/2016	593,743.14	(88,156.55)	-	88,156.55	-	-	-	-	-
<b>Total Enterprise Fund</b>						<b>801,556.29</b>	<b>(110,297.23)</b>	<b>-</b>	<b>801,556.29</b>	<b>-</b>	<b>(801,556.29)</b>	<b>-</b>	<b>(113,300.32)</b>	<b>-</b>
<b>Total Federal Financial Awards</b>						<b>\$ (385,440.23)</b>	<b>\$ 13,817.46</b>	<b>\$ -</b>	<b>\$ 2,194,619.20</b>	<b>\$ (63,688.97)</b>	<b>\$ (2,325,368.21)</b>	<b>\$ -</b>	<b>\$ (518,204.29)</b>	<b>\$ 15,832.51</b>

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

**GREATER EGG HARBOR TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2017**

State Grantor/Program Title	Grant or State Project Number	Grant Period From To	Award Amount	Accounts Receivable	Deferred Revenue	Due to Grantor	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment Prior Years' Balances	Deficit/Adjustment	(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures	Balance as of 6/30/2017	
																	Memo	
<b>State Department of Education</b>																		
General Fund:																		
Equalization Aid	17-495-034-5120-078	7/1/2016 6/30/2017	\$ 27,932,170.00	\$ -	\$ -	\$ -	\$ -	\$ 25,424,297.50	(27,832,170.00)	-	\$ -	\$ -	\$ -	\$ -	\$ (2,507,872.50)	\$ 27,932,170.00		
Special Education Aid	17-495-034-5120-089	7/1/2016 6/30/2017	2,210,222.00	-	-	-	-	2,011,778.59	(2,210,222.00)	-	-	-	-	-	(198,443.41)	2,210,222.00		
Security Aid	17-495-034-5120-094	7/1/2016 6/30/2017	672,859.00	-	-	-	-	612,446.77	(672,859.00)	-	-	-	-	-	(60,412.23)	672,859.00		
Per Pupil Growth Aid	17-495-034-5120-097	7/1/2016 6/30/2017	34,620.00	-	-	-	-	31,511.86	(34,620.00)	-	-	-	-	-	(3,108.34)	34,620.00		
ICC Reentry Aid	17-495-034-5120-098	7/1/2016 6/30/2017	4,600.00	-	-	-	-	4,600.00	(4,600.00)	-	-	-	-	-	-	4,600.00		
Professional Learning Community Aid	17-495-034-5120-101	7/1/2016 6/30/2017	32,650.00	-	-	-	-	29,172.41	(32,650.00)	-	-	-	-	-	(2,877.59)	32,650.00		
Subtotal State Aid - Public																		
Transportation Aid	16-495-034-5120-014	7/1/2016 6/30/2017	433,111.00	-	-	-	-	394,224.40	(433,111.00)	-	-	-	-	-	(38,886.60)	433,111.00		
Extraordinary Aid	17-100-034-5120-473	7/1/2016 6/30/2017	715,896.00	-	-	-	-	617,129.00	(715,896.00)	-	-	(715,896.00)	-	-	(715,896.00)	715,896.00		
Extraordinary Aid	16-100-034-5120-473	7/1/2015 6/30/2016	617,129.00	(617,129.00)	-	-	-	-	-	-	-	-	-	-	-	617,129.00		
Additional non Public Transportation Aid	17-100-034-5120-068	7/1/2016 6/30/2017	22,446.00	-	-	-	-	21,402.00	(22,446.00)	-	-	(22,446.00)	-	-	(22,446.00)	22,446.00		
Additional non Public Transportation Aid	16-100-034-5120-068	7/1/2015 6/30/2016	21,402.00	(21,402.00)	-	-	-	-	-	-	-	-	-	-	-	21,402.00		
Reimbursed TPAF Social Security Contributions	17-495-034-5094-003	7/1/2016 6/30/2017	1,823,864.98	-	-	-	-	1,812,981.74	(1,823,864.98)	-	-	(1,823,864.98)	-	-	(1,823,864.98)	1,823,864.98		
Security Contributions	16-495-034-5094-003	7/1/2015 6/30/2016	1,707,987.29	(1,033,341)	-	-	-	10,033.41	-	-	-	(10,883.24)	-	-	(1,707,987.29)	1,707,987.29		
Total General Fund				(646,564.41)	-	-	-	30,996,489.15	(33,911,858.98)	-	-	(749,225.24)	-	-	(3,563,934.24)	36,258,377.27		
Special Revenue Fund:																		
Technology Aid	17-100-034-5120-373	7/1/2016 6/30/2017	1,768.00	-	-	-	-	1,768.00	(1,768.00)	-	-	-	-	-	-	1,768.00		
Nursing	17-100-034-5120-070	7/1/2016 6/30/2017	6,120.00	-	-	-	-	6,120.00	(6,120.00)	-	-	-	-	-	-	6,120.00		
Textbook Aid	17-100-034-5120-064	7/1/2016 6/30/2017	3,920.00	-	-	-	-	3,920.00	(3,920.00)	-	-	-	-	-	-	3,920.00		
Auxiliary Services: Compensatory Education	17-100-034-5120-068	7/1/2016 6/30/2017	3,583.00	-	-	-	-	3,583.00	-	-	-	-	-	-	-	3,583.00		
Compensatory Education	16-100-034-5120-068	7/1/2015 6/30/2016	1,015.00	-	-	-	-	-	-	-	-	-	-	-	-	1,015.00		
Handicapped Services: Supplemental Instruction	17-100-034-5120-066	7/1/2016 6/30/2017	12,855.00	-	-	-	-	12,555.00	-	-	-	-	-	-	-	12,855.00		
Supplemental Instruction	16-100-034-5120-066	7/1/2015 6/30/2016	6,090.00	-	-	-	-	2,476.50	-	-	-	-	-	-	(2,476.50)	6,090.00		
Examination & Classification	17-100-034-5120-066	7/1/2016 6/30/2017	9,018.00	-	-	-	-	9,018.00	(7,582.00)	-	-	-	-	-	-	9,018.00		
Examination & Classification	16-100-034-5120-066	7/1/2015 6/30/2016	5,800.00	-	-	-	-	-	-	-	-	-	-	-	-	5,800.00		
Corrective Speech	17-100-034-5120-067	7/1/2016 6/30/2017	836.00	-	-	-	-	1,767.00	-	-	-	-	-	-	-	836.00		
Corrective Speech	16-100-034-5120-067	7/1/2015 6/30/2016	836.00	-	-	-	-	-	-	-	-	-	-	-	-	836.00		
Total Special Revenue Fund				-	-	4,459.50	-	38,731.00	(19,400.00)	(4,459.50)	-	-	-	19,331.00	-	33,141.00		
Debt Service Fund:																		
Debt Service Aid Type II	17-495-034-5120-075	7/1/2016 6/30/2017	1,303,940.00	-	-	-	-	1,303,940.00	(1,303,940.00)	-	-	-	-	-	-	1,303,940.00		
Total Debt Service Fund																		
<b>State Department of Agriculture</b>																		
Enterprise Fund:																		
National School Lunch Program (State Share)	17-100-010-3350-023	7/1/2016 6/30/2017	12,227.60	-	-	-	-	10,939.56	(12,227.60)	-	-	(1,918.24)	-	-	(1,918.24)	12,227.60		
National School Lunch Program (State Share)	16-100-010-3350-023	7/1/2015 6/30/2016	13,164.97	(1,926.50)	-	-	-	1,926.50	-	-	-	-	-	-	-	13,164.97		
Total Enterprise Fund				(1,926.50)	-	-	-	12,226.06	(12,227.60)	-	-	(1,918.24)	-	-	(1,918.24)	25,422.77		
Total State Financial Assistance				(650,460.91)	-	4,459.50	-	32,351,396.21	(35,247,426.79)	(4,459.50)	-	(751,143.48)	-	19,331.00	(3,565,852.48)	37,620,881.04		

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE ASSISTANCE  
JUNE 30, 2017**

**NOTE 1 GENERAL**

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

**NOTE 2 BASIS OF ACCOUNTING**

The accompanying schedules of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting and those in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's basic financial statements. The information included in this schedule is presented in accordance with the requirements of OMB Uniform Guidance and NJ OMB 15-08. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

**NOTE 3 RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(38,131.00) for the general fund and \$5,536.50 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	Local Grants	TPAF Pension	Total
General Fund	\$ 83,688.97	\$ 38,661,400.98	\$ -	\$ (4,787,673.00)	\$ 33,957,416.95
Special Revenue Fund	1,437,119.86	19,400.00	5,774.65	-	1,462,294.51
Debt Service Fund	-	1,303,940.00	-	-	1,303,940.00
Food Service Fund	804,559.40	12,227.80	-	-	816,787.20
	<u>\$ 2,325,368.23</u>	<u>\$ 39,996,968.78</u>	<u>\$ 5,774.65</u>	<u>\$ (4,787,673.00)</u>	<u>\$ 37,540,438.66</u>

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements, but are not considered in the major program determination.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE ASSISTANCE  
JUNE 30, 2017  
(CONTINUED)**

**NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5 OTHER**

Revenues and expenditures reported under the U.S.D.A. Commodities Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2017. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2017.

**NOTE 6 ADJUSTMENTS**

The District has instances where a grant period overlaps fiscal years and the grant has not closed out at the end of the current fiscal year.



**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDING JUNE 30, 2017**

**I. SUMMARY OF AUDITORS RESULTS**

**Financial Statements**

Type of auditor's report issued: Unmodified Opinion issued on the Basic Financial Statements

Internal control over financial reporting:

1) Material weakness identified? None noted

2) Significant deficiencies identified? None noted

Noncompliance material to the Basic Financial Statements noted? None noted

**Federal Awards**

Internal control over major programs:

1) Material weakness identified? None noted

2) Significant deficiencies identified? None noted

Type of auditor's report issued on compliance for major programs: An Unmodified Opinion was issued on compliance for major programs

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance? None noted

Identification of major programs:

<b><u>CFDA Numbers</u></b>	<b><u>FAIN#</u></b>	<b><u>Name of Federal Program or Cluster</u></b>
----------------------------	---------------------	--

**Child Nutrition Cluster**

10.553	171NJ304N1099	School Breakfast Program
10.555	171NJ304N1099	National School Lunch Program

Dollar threshold used to distinguish between type A and type B programs: \$750,000.00

Auditee qualified as low-risk auditee? Yes

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDING JUNE 30, 2017**  
**(CONTINUED)**

**I. SUMMARY OF AUDITORS RESULTS - Continued**

**State Awards**

Dollar threshold used to distinguish between type A and Type B Programs:	1,057,423.00
Auditee qualified as low-risk auditee?	Yes
Type of auditor's report issued on compliance for major programs:	An Unmodified Opinion was issued on compliance for major programs
Internal Control over major programs:	
1) Material weakness identified?	None noted
2) Significant deficiencies identified?	None noted
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08?	No

Identification of major programs:

<b><u>GMIS Numbers</u></b>	<b><u>Name of State Program</u></b>
<b><u>State Aid Public Cluster of Programs</u></b>	
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Aid
495-034-5120-084	Security Aid
495-034-5120-097	Per Pupil Growth Aid
495-034-5120-098	PARCC Readiness
495-034-5120-101	Professional Learning Community Aid

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDING JUNE 30, 2017**  
**(CONTINUED)**

**II. FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS**

In accordance with Government Auditing Standards, our audit disclosed no findings relating to the financial statements that are required to be reported under this section.

**III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS**

Federal:

Our audit disclosed no material Findings or Questioned Costs.

State:

Our audit disclosed no material Findings or Questioned Costs.

**STATUS OF PRIOR YEAR FINDINGS**

No prior year findings.

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