

***MONMOUTH REGIONAL HIGH  
SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2017***

**SCHOOL DISTRICT  
OF  
MONMOUTH REGIONAL HIGH SCHOOL**

***Monmouth Regional High School Board of Education  
Tinton Falls, New Jersey***

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

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

*of*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
TINTON FALLS, NEW JERSEY**

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

***Prepared by***

***Monmouth Regional High School District Board of Education  
Finance Department***

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**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
OUTLINE FOR COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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*INTRODUCTORY SECTION*

# MONMOUTH REGIONAL HIGH SCHOOL DISTRICT



*(Welcome to our home)*

MONMOUTH REGIONAL HIGH SCHOOL  
BOARD OF EDUCATION  
TINTON FALLS, NEW JERSEY  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION**  
**Eatontown \* Shrewsbury Township \* Tinton Falls**

**Mr. Andrew F. Teeple**  
Superintendent

1 Norman J Field Way  
Tinton Falls NJ 07724

**Maria A. Parry, CPA, PSA, SFO**  
School Business  
Administrator/Secretary to the Board

**50 Years of Falcon Pride 1960-2010**

November 21, 2017

Honorable President and  
Members of the Board of Education  
Monmouth Regional High School District  
County of Monmouth  
Tinton Falls, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report of the Monmouth Regional High School District (District) for the fiscal year ended June 30, 2017 is hereby submitted in accordance with Governmental Accounting Standards Board Statement 34 and 44. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Monmouth Regional High School Board of Education (Board.). To the best of our knowledge and belief, 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 as follows:

- The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and a list of consultants and advisors.
- The Financial Section includes the basic financial statements and schedules, as well as the auditor's report thereon.
- The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

- The Single Audit Section which states that the District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, “Audits of States, Local Governments and Non-Profit Organizations”, and the state Treasury Circular Letter 04-04 OMB, “Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid”. Information related to this single audit, including the independent auditor’s report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

## **SCHOOL DISTRICT ORGANIZATION**

The Monmouth Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 and Statement 34. All funds and account groups of the district as included in this report. The Monmouth Regional High School Board of Education constitutes the district’s reporting entity.

The district provides a full range of educational services appropriate to grade levels 9 through 12. These include regular and vocational as well as special education for handicapped students. The District completed the 2016-2017 fiscal year with an average daily enrollment of 975.52 students. Enrollment is defined as students on roll and students placed out of district. Established in 1960, the district is one building encompassing over 79 acres, 9 wings, 2 floors, 2 gymnasiums, full service cafeteria, state of the art fitness and performing arts centers which comprise the district’s school facilities.

The district receives students from three towns: Shrewsbury Township, Eatontown and Tinton Falls. Shrewsbury Township is the smallest of the three sending towns, spanning only about a few blocks in length. Eatontown is the next largest township and Tinton Falls has the largest square miles of the sending towns.

The Board of Education is comprised of members from all three sending districts. In January 2013, due to reapportionment as directed by statute, the make-up of the board of education changed to: five members from Tinton Falls (was 4); three from Eatontown (was four); and one from Shrewsbury Township (unchanged). All receive equal weight votes and three are elected to three-year terms each November. The Board of Education meets on the first and third Tuesday of the month for regular board meetings. The meetings held on the third Tuesday are more financial in nature than on the first Tuesday of the month. The Board of Education also has two student representatives with non-voting rights on the board. A Junior Class Representative and a Senior Class Representative are selected from the membership of the Student Council to sit on the board and give reports at each meeting. During its meetings the board determines district goals and priorities and conducts the business of the Board of Education. All Board meetings are open to the public and begin at 7:30 p.m., unless a time change is needed which is then properly advertised. The Board members hold a board retreat during the summer to discuss goals for the upcoming year.

In early 2012, the State of New Jersey gave school districts the option to continue to vote on tax levies in April or waive the vote on the tax levy (move the election of board members to November) as long as the district did not go over the 2% cap. This decision was a four year decision of the Board of Education. The Board of Education is continuing with this option for the future.

The Monmouth Regional PTSA is very active in the District and provides community support for a variety of programs and activities for the students. The PTSA created grants for teachers to offset costs for items such as supplies and field trips. There are active booster/parent clubs for the band, and performing arts faction of the school. At the June 2017 Academic Awards night, over \$60,000 in scholarship money was awarded to graduating students from thirty organizations including over fifteen private scholarship funds. All associations/clubs and scholarships are very supportive to the students and the district.

The current district website of [www.monmouthregional.net](http://www.monmouthregional.net) was expanded to include public information and continues to be a source of all information for any individual who has internet access. In June of 2016 the website technology hosting company was changed and a new, user-friendly website made its debut in July 2016.

In conjunction with the new district website, the district initiated an updated instant alert system entitled Blackboard. Messages are now received through many platforms – phone call, text message, and email. This on-line-real-time communications between administration and parents/guardians allows updates to be received in a timely manner. The student software program, Genesis, allows for faculty and administration to send out alerts to parents regarding student events such as bus passes being uploaded to their student accounts or being reminded about an upcoming meeting. These advancements in technology not only save the district dollars from sending communication through the post office, but also empowers all users to communicate effectively towards the common goal-student success.

## **EDUCATIONAL PROGRAM/REPORTING ENTITY AND ITS SERVICES**

As stated earlier, the District completed the 2016-2017 fiscal year with an average daily enrollment of 975.52 students. Enrollment is defined as students on roll and students placed out of district. The following details the changes in the student enrollment of the District over the past ten years.

<b>Average Daily Enrollment</b>		
<b>Fiscal Year</b>	<b>Student Enrollment</b>	<b>Percent Change</b>
2016-2017	975.52	-.84%
2015-2016	983.76	3.78%
2014-2015	947.90	.0077%
2013-2014	940.60	(5.1)%
2012-2013	991.10	1.2%
2011-2012	979.00	(3.79)%

2010-2011	1,017.6	(6.3)%
2009-2010	1,086.5	(3.3)%
2008-2009	1,123.6	(4.23)%
2007-2008	1,173.2	.23%

The District provides a full range of educational services appropriate to grade levels 9 through 12. The school follows the district-wide goals and educational approaches to the teaching of children, while maintaining a unique personality that make up that particular school. All curricula in the district have been aligned to the New Jersey Core Curriculum Content Standards.

**High School:** The building has one Principal, two Assistant-Principals, and two school nurses. The rest of the administrative team is made up of the following individuals:

- A. Supervisors:
  - a. Applied Technology (supervised by Assistant Principal)
  - b. English
  - c. Math/Science
  - d. Social Studies/World Language/ESL
  - e. Music/Media Center (supervised by Assistant Principal)
- B. Director of Athletics/Supervisor of Physical Education
- C. Director of Guidance/Health Services
- D. Director of Child Study Team
  - a. Child Study Team
  - b. Special Education Instructional Supervisor
  - c. Basic Skills Instruction

The district continues to work to combine supervisor positions to create future savings, while maintaining effective and efficient educational leadership.



*An example of a Teacher's Desk at MRHS*

The school can be best described as a warm, friendly and a full of school spirit environment.

Monmouth Regional High School offers a comprehensive educational program that was developed to meet the needs of all students, whether they are in the need of advanced placement courses, remedial instruction, or something in between.

In 2011-2012 the district implemented Professional Learning Communities (PLC) to foster professional dialogue and writing portions of curriculum. This change in direction continues to save the district dollars spent in curriculum writing. All curriculum is now written in the Understanding by Design format. This is a living document which is updated constantly through the PLC environment. All teachers continue to maintain their own websites through the Monmouth Regional High School website. In 2012-2013 the new teacher evaluation system EE4NJ was embraced by the staff and administration. The staff and administration spent the year training to get ready for its implementation for the 2013-2014 school year. The district is currently utilizing the evaluation system quite smoothly.

In 2008-2009, several departments developed a new program, the AP Academy in an effort to retain more high-performing students than losing them to the Vocational School Academies. This program was created without any strain on district funds. The students

selected for entry into the program will have a four year course of rigorous study outlined for them that includes accelerated or Advanced Placement courses, senior capstone project, seminars and the potential to earn up to 30 college level credits. In June 2017 the fifth class of the AP Academy graduated- an accomplishment attributed to the hard work of the faculty and administration. Now that the program is established, students and parents are giving the program a serious look and the entrance into the program has become very competitive. The Administration is currently exploring opportunities to add additional academies to the district in the areas of Performing Arts and STEM.

**The English Department** presents a variety of activities within its course content. Every member of the English Department is committed to providing instruction that strengthens our curriculum and is aligned to the New Jersey Student Learning Standards (formerly the Common Core). Students have access to courses that both meet them where they are at and push them to excel in all aspects of the subject area. The study of classics is balanced alongside modern literature and non-fiction. Students are immersed in all aspects of the writing process that prepare them for both college and career readiness. Each course equally helps promote the growth of reading and writing skills found on the various standardized tests that students will be exposed to over the course of their high school career. The English Department's website can be found at the following web address: <http://www.monmouthregional.net/mrhs/Departments/English/>

**The Mathematics Department** offers a wide variety of courses, both in mathematics and computer science, to meet the needs of the students. To meet this need, the staff incorporates small group instruction as well as peer-to-peer tutoring. A double block period of Algebra 1 was added to give all students access to algebra. Students are given the opportunity to see mathematics in real-life applications through the addition of multiple courses. The Math League competitive program is run through this department- challenging students to show off their math knowledge against other schools in the county. Monmouth Regional always fares well against competing schools. The department is committed to excellence in mathematics education and its desire to enlighten the students on the power of mathematics. The Math Department's website can be located at the following web address: <http://www.monmouthregional.net/mrhs/Departments/Mathematics/>



**The Science Department** offers courses at different levels allowing students of diverse abilities to enroll in science classes. The students are engaged in cooperative learning activities as well as research projects as part of their science experience. Innovative Forensics and Med-Tech programs meet the needs of students of all ability levels. With the popularity of television shows such as “*CSI*”, “*NCIS*”, and “*Bones*” (to name a few), the forensic science class has been a very popular one for students. The recently renovated science classrooms have enabled expansion of student interest in the various fields of the sciences. Block scheduling has enabled labs, teaching time to flow seamlessly, and students to be more productive with their educational time. The Science Department’s website can be located at the following web internet address:  
<http://www.monmouthregional.net/mrhs/Departments/Science/>

**The Social Studies Department** offers a wide variety of courses beyond the state mandated requirement of world history and United States history I&II. The Social Studies program at Monmouth Regional High School gives students a window to the world. Authentic learning experiences are embedded into the curricula and are designed to infuse global studies into all content areas. The Social Studies department is a part of a broader Professional Learning Community along the World Languages department. Teachers periodically engage in collegial exchanges including peer coaching, team teaching, action-research, and other activities designed to maximize student learning. Opportunities for students extend beyond the state requirements of World History, United States History I and United States History II; students may choose from the following electives:

- African Studies
- Economics
- Holocaust, Genocide and Modern Humanity
- Introduction to Psychology
- Sociology/Minorities in the United States
- Advance Placement:
  - American Government English Literature and Humanities
  - European History
  - Psychology
  - United States History
  - World History

Additional clubs and programs provide students opportunities to become involved in service learning and leadership development outside of the classroom. The Social Studies Department website can be located at the following web address:  
<http://www.monmouthregional.net/mrhs/Departments/Social%20Studies/>

**The Special Education Department** at Monmouth Regional High School is all-inclusive and consists of two separate child study teams. It offers a curriculum, which has established priorities, objectives, and goals for all courses and units within the program that are based on clearly defined expectations for all students. The mission of the Monmouth Regional Special Services Department is to provide educational, emotional and behavioral services to special education students. Monmouth Regional special educators develop active partnerships with all school personnel, students and the community. We will nurture and support individuals, while providing an educational foundation that enables students to have the ability to think, communicate, create and apply their learning experiences throughout their lifetime.

The department personnel includes psychologists, learning disability teacher consultants (LDTC), a social worker and related services providers. The personnel are responsible for the identification, evaluation and the classification of students requiring a specialized educational plan. This plan is called an individualized educational plan or IEP. A student's IEP outlines the specific and individual supports the student needs in order to make educational progress. It is the responsibility of the child study team or CST, which consists of a psychologist, social worker, and an LDTC to ensure that special education students receive the educational supports as outlined in their IEP. These plans are updated annually or whenever it is deemed that a change in the educational program is required. Our department is here to assist parents, students, school personnel and community members.

The learning expectations of the special education curriculum address the diverse learning needs of the students without compromising the essential knowledge and skills students are expected to learn. The department had two self-contained classrooms – The Lighthouse Program and an Autism Program, which have been very successful in bringing back students to Monmouth Regional High School and saving outside placement costs. In 2017-2018, an additional in-district program, Learning Language Disabilities, was added. The Special Education Department website is at <http://www.monmouthregional.net/mrhs/Departments/Special%20Services/>

**The World Language Department** offers courses in Spanish, French, and Latin. Our diverse population presents us with teachers and students who have lived and studied abroad these rich experiences serve to enhance our language program. Students have opportunities to expand their study of world languages beyond the state mandated year requirement. The department offers the following sequence of courses, including French and Spanish honors tracks:

- French II, III, IV, and Advanced Placement French
- Spanish II, III, IV, and Advanced Placement Spanish
- Latin America, Project Acceleration for college credit with Seton Hall University
- Latin II, III, and IV
- English as a Second Language Program
- Sign Language
- Sign Language 2

Monmouth Regional High School's diverse ESL program is comprised of students from Haiti, Italy, France, Egypt, India, Ecuador, Venezuela, Belize, and St. Maarten. The primary goal is to build on students' existing academic, social and cultural background to assist them in becoming proficient in English. Student enrolled in the program receive English language instruction in either beginning, intermediate, or advanced classes.

Clubs and programs like the ones listed below offer student's opportunities for involvement in service learning, authentic learning, interdisciplinary learning, and leadership development:

- French Club
- Hispanic Heritage Month
- Latin Club
- Spanish Club

The World Language Department website can be located at the following address:  
<http://www.monmouthregional.net/mrhs/Departments/World%20Language/>

**The Physical Education Department** offers a wide variety of activities that allow students to develop socially, emotionally, cognitively, and physically. Students are involved in many activities including the use of the fitness center and the Adventure Training course. The low elements course was built in 2005 while the high elements course was built in 2006. Students are taught teamwork, problem-solving, and motivational techniques throughout these activities. Included as part of the Physical Education Department are drivers' education and health. Additional equipment has been purchased to enhance and expand the healthy lifestyle program. The Health curriculum was designed to teach students life skills. Activities in the classes foster communication skills and cooperative learning that teach, among other things, respect. The Physical Education Department website can be located at the following address:  
<http://www.monmouthregional.net/mrhs/Departments/Physical%20Ed/>



*Ian Fitzgerald, Asbury Park Press player of the week, fall 2017. (Courtesy of <http://www.app.com/story/sports/high-school/football/redzone/2017/10/18/ni-football-who-week-6-s-shore-conference-offensive-player-week/766083001/?hootPostID=d98a88db9a7938988ad74ca5450f2ec2> )*

**The Business Department** identifies elective courses that begin with the required Financial Literacy and extend up through marketing and A/P Economics. All courses are infused with life skills designed to encourage problem-solving, critical thinking and intellectual inquiry. This is an extensive, practical program grounded in accomplishing the goals set before them. Students are afforded the opportunity to express themselves creatively and develop their own imagination while gaining a broad appreciation of the business world.

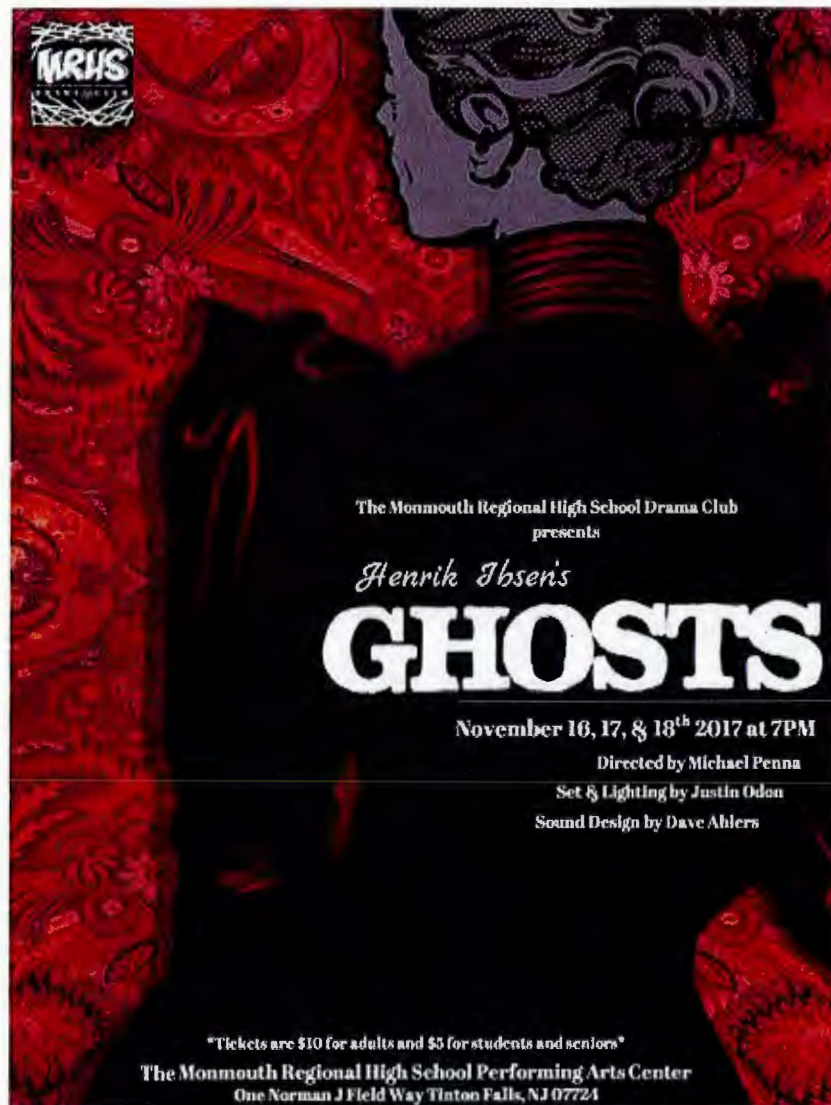
The Business Department website can be found at:

<http://www.monmouthregional.net/mrhs/Departments/Art%2C%20Business%2C%20Home%20Economics%20and%20Industrial%20Arts/>

**The Family and Consumer Science Department** offers courses across three broad areas: foods, child development, clothing, and fashion design. These programs were designed to prepare students for college in culinary, teaching and fashion, as well as providing life skills for the students. The program accommodates students from all ability levels. The learning is student-centered with the teacher in the role of facilitator. Students who have participated in this course of studies have won in competitions at the Regional, State and National levels. The FCS website can be found at the listed address above.

**The Industrial Arts Department** offers courses, strongly emphasizing and concentrating on current technology, in the fields of graphic arts, photography, engineering graphics, architecture, pre-engineering, robotics, electronics technology and an independent study. The curricula are determined by skill level rather than grade level. The Industrial Arts website can be found at the listed address above.

**The Music program** offers courses in band, entertainment techniques, chorus, and music theory. All curricula cover music of various cultures, eras, and styles. Both vocal and instrumental students are afforded the opportunity to receive individual instrumental lessons for more selective ensembles. The Music Department website can be found at the following address [http://www.monmouthregional.net/mrhs/Departments/Music.html/\\_top](http://www.monmouthregional.net/mrhs/Departments/Music.html/_top)



*MRHS Fall Drama – Ibsen's Ghosts*

## Student Activities and Athletics

Monmouth Regional High School is home to 22 sports teams and over 40 student activities clubs/organizations. Combined, these teams/clubs have brought distinction to Monmouth Regional High School by being the recipient of countless awards and recognition. A few examples of such honors are:

- **Count Basie Awards for drama productions**
- **Jazz and Marching Band Competition awards of 1<sup>st</sup> place**
- **Local, county and state champion sports teams**
- **Sportsmanship Awards for sports teams voted on by other coaches**
- **Winning the Physics Olympics**
- **DECA national and state awards**
- **FCCLA national and state awards**
- **FBLA national and state awards**



*Monmouth Regional Cross Country team season ends on a winning note*



### *MRHS Jazz Night- finest Jazz Ensemble around*

#### **Hall of Fame**

In 2010 the district restarted the Hall of Fame. There are two categories- Academic and Athletic. In 2012, 2014 and 2016 the honorees were included to be former employees of the district. The next induction will be fall 2018. This program runs every 2 years and has been very successful. It is one of the many unique programs about Monmouth Regional High School.

#### **Core Curriculum Contents Standards**

Our district is in line with the New Jersey Core Curriculum Contents Standards. All district curricula have been aligned with the Standards.

#### **Staff Development**

The Monmouth Regional High School District provides its teaching staff with many opportunities for professional development. New teachers/staff have an additional day dedicated to new teacher training. A teacher's manual is given to all new teachers as well as an assigned mentor to provide support throughout the school year.

In the beginning of the year, two full days are dedicated to staff development. The teachers meet in the morning for sessions, have lunch, and then in the afternoon have breakout sessions regarding the training.

During the year there are three additional days dedicated to staff development. The topics can range from bullying, character education, technology diversification and assessment. The teachers spend the morning in workshops, have lunch and then in the afternoon have breakout sessions to work on their assessments. Throughout the school year teachers are afforded the opportunity for professional days as well as after school programs taught in-district. Technology has been rapidly changing in Monmouth Regional. The technology department has kept up with technology by offering Wednesday Technology Sessions- technology oriented sessions after school to teacher's dismissal time on a wide range of technology subjects- Laptops, Active Boards, Excel, iPad usage, Word, and even Microsoft Access. This has been a success in the district.

### **Technology**

The district technology plan, originally written in 1997, was re-approved for a three year period of July 1, 2013 to June 30, 2016. Currently, the district is not required to update the plan. The plan can be found at this link:

<http://www.monmouthregional.net/mrhs/Public%20Info/Public%20Information/District%20Technology%20Plan%202013%20-%202016.pdf>

With the mandate of PARCC (Partnership for Assessment of Readiness for College and Careers) online testing, the technology department has been very busy making sure Monmouth Regional High School's servers can handle the multiple users at one time taking the test.

The district has been upgrading technology for both staff and students. Updated laptops for the staff, with existing ones being put into circulation for the students, ipads and chrome books have all been purchased.

A reorganization of the department has allowed the students and staff to now be ahead of the technology curve instead of keeping up with it. New laptops for staff were purchased in 2016-2017 along with faster internet speed for all staff to continue to take advantage of all the infinite possibilities of technology. Future plans are looking into 1:1 technology for students and maintaining the new interactive panels, which were installed in summer 2017.

This is a very exciting, innovative time for technology at Monmouth Regional High School.

### **Middlestates:**

During 2016-2017, the district underwent evaluation for accreditation with Middlestates. In October 2017, the district received notification that it is renewed for accreditation from December 1, 2017 to December 1 2024. Congratulations to everyone who worked so hard to achieve this certification.





### Mission Statement

Monmouth Regional High School creates an environment that values collaboration and emphasizes the equality of our diverse community. We have established and embraced a learning environment that readies students for a global, information-based society through academics, extracurricular opportunities, and community outreach.

### Belief Statements

All members of the Monmouth Regional Learning Community will commit to:

- Educating all children with respect, recognition, and appreciation of their individuality
- Developing partnerships between administration, faculty, staff, parents, and students through effective communication among all stakeholders
- Promoting student respect through valuing diversity; cultural backgrounds and customs; various ways of communicating; and acceptance of traditions and values.
- Transforming students into critical thinkers who succeed individually, and as members of a team through use of diverse critical analysis.
- Developing our students as lifelong learners with an emphasis on college, work, and life
- Providing challenges through rigorous academics that provide students with opportunities for post-high school success
- Effectively integrating technology as a tool of personal and communal betterment, and the development of 21st century competencies and digital citizenship

### **Business Office**

The business office is comprised of the following individuals: School Business Administrator, Part Time Clerk, Secretary to the Business Administrator, Accounts Payable, Payroll, and Transportation Supervisor. This office is responsible for financially running the school district. Increased workload due to challenges faced from State and Federal mandates, while maintaining current staff levels, continues to be a challenge. In January 2012 the district entered into a Business Service Agreement with the New Hanover Township Elementary School in Burlington County for School Business Administrator Services. This partnership has been successful and an alternate means of income for the district. The office is continually looking to streamline costs and find new opportunities for the district. The office continues to be a hard working component of the entire district.

## ECONOMIC CONDITION AND OUTLOOK

With the closing of Fort Monmouth on September 15, 2011, all three towns did struggle regarding business development and retaining a positive economic turn. The past few years have been very positive for the area- Commvault, a successful technology company, moved into a new building in Tinton Falls. The district is establishing a relationship with Commvault for future internships for students. More buildings/offices are being approved for the former Fort Monmouth site which will add a boost to not only the economics of the three towns, but it will also help Monmouth Regional with families moving within the district boundaries. Eatontown has seen plans for a renovated Monmouth Mall along with updates to existing structures in assisting it to be a shopping go-to destination.

The district was informed in May 2011 that it is no longer eligible for Federal Impact Aid dollars. These offsetting tax amounts were eliminated in the 2011-2012 budget. The district has received impact aid monies in the past two years, which are from prior years (2008, 2009) and are significantly less than 10 years ago.

In Tinton Falls, residential housing will increase for the next several years due to new communities being built and opened over the next few years. There has been increased development in Tinton Falls with new housing along Wyckoff Road. These new town homes will have an effect on the future enrollment of Monmouth Regional. The percent of share, the calculation based upon current enrollments for determining how Monmouth Regional High School's tax levy is split for the past few years is listed below:

2012-2013	57.2909531
2013-2014	55.5697071
2014-2015	57.3717316
2015-2016	57.989
2016-2017	59.1637102
2017-2018	57.7859514

While smaller geographically than Tinton Falls, Eatontown has a larger population and is more densely populated. Eatontown is 90% developed and has fewer than fifty lots available for residential development. Recently, a former mobile home site was renovated into town homes which will assist in bringing more students. The percent of share for Eatontown over the past few years is listed below:

2012-2013	41.3552031
2013-2014	43.2261970
2014-2015	41.3758119
2015-2016	40.63
2016-2017	39.403898
2017-2018	41.0396359

Shrewsbury Township has no development planned and all shifts in enrollment are a result of family dynamics. Shrewsbury's percent of share is the final percentage to total 100% for the district. For 2017-2018 (based on enrollment at 10/15/16), the percentage is 1.17, down from up from 1.43 in the prior year.

Future enrollment at Monmouth Regional High School, while it cannot be predicted accurately, is now a number that can be estimated at the district. Increased communication with both elementary schools and having a presence at 8<sup>th</sup> grade parent nights now enables administration to calculate the incoming class numbers for the future. Planned movement to block scheduling along with adding Performing Arts and STEM Academies are other options that parents will have when deciding where to send their children to high school.

## **MAJOR INITIATIVES**

**On September 5, 2017, Monmouth Regional High School approved the following goals:**

### **Monmouth Regional Board of Education Goals 2017-2018**

Goal 1: At least five board members complete the Superintendent Evaluation and the Board Self-Evaluation within the timelines established by the board of education.

Goal 2: The Board will continue to maintain an active role in developing and supporting district goals as developed collaboratively with the Superintendent.

Goal 3: The Board will support the activities aligned with achieving the next level status through Sustainable Schools for New Jersey

Goal 4: Develop and implement a Communication Plan for the Monmouth Regional School District

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**Andrew Teeple**  
@SuptTeeple  
Joined May 2015

Tweets 78 Following 31 Followers 196 Likes 42 Follow

**Tweets** Tweets & replies Media

**Andrew Teeple** @SuptTeeple · Nov 18  
Congratulations to Amanda Stone. 8th over all in xcountry! Best of all shore runners.  
1 2 18

**Andrew Teeple** @SuptTeeple · Nov 16  
Congratulations to the cast and crew of MRHS production of GHOSTS. So much talent.

THE MONMOUTH REGIONAL HIGH SCHOOL PERFORMING ARTS CENTER  
MRHS

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- kathleen mihalko** @mihalko\_ap
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- MR News** @mmews411

Worldwide trends

*Mr. Teeple's Twitter page.*

## REFERENDUM:

As stated earlier, in November 2012, the district approved at \$6.149M referendum for the following projects:

- 8 renovated science classrooms
- Asbestos removal
- Renovation of the girl's locker room
- Construction of new physical education/athletic storage room

All projects were completed in 2016-2017. The Board of Education is currently looking into possibly holding another referendum question for fall 2018 consisting of AC for the classrooms, a new third gymnasium, electrical panels, and solar panels on the roof.

## PERSONNEL:

In July 2017, Mr. Brian Evans was named Principal of Monmouth Regional High School. In August 2017, Mr. Salvatore Spampanato was named Assistant Principal of Monmouth Regional High School. These two personnel promotions of veteran members of the Falcon Family have been a positive and exciting change for the district.

## **INTERNAL CONTROLS**

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

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

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

The district has an approved Standard Operating Procedure manual which is posted on the district website and also is in the process of finishing a Purchasing Manual for additional guidance on strong internal controls in the area of purchasing and cash receipts/disbursements.

## **BUDGETARY CONTROLS**

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

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

## **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.

## **DEBT ADMINISTRATION**

On November 6, 2012, the voters approved a referendum in the amount of \$6,149,000. This is the new amount outstanding in general obligation bonds which will be paid off over 11 years. Current balance as of June 30, 2017 was \$4,024,000.

## **CASH MANAGEMENT**

The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The district has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision 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 institute in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

## **RISK MANAGEMENT**

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

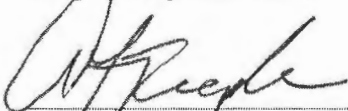
## INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Cannone and Company was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet requirements of the Single Audit Act of 1984, as amended and the related OMB Circular A-133 and state Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements, combining, individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

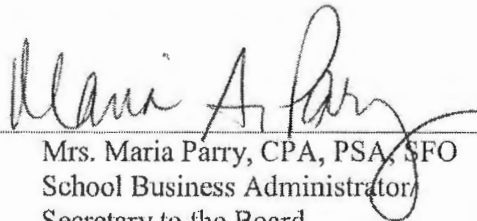
## ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the Monmouth Regional High School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our district staff.

Respectfully submitted,

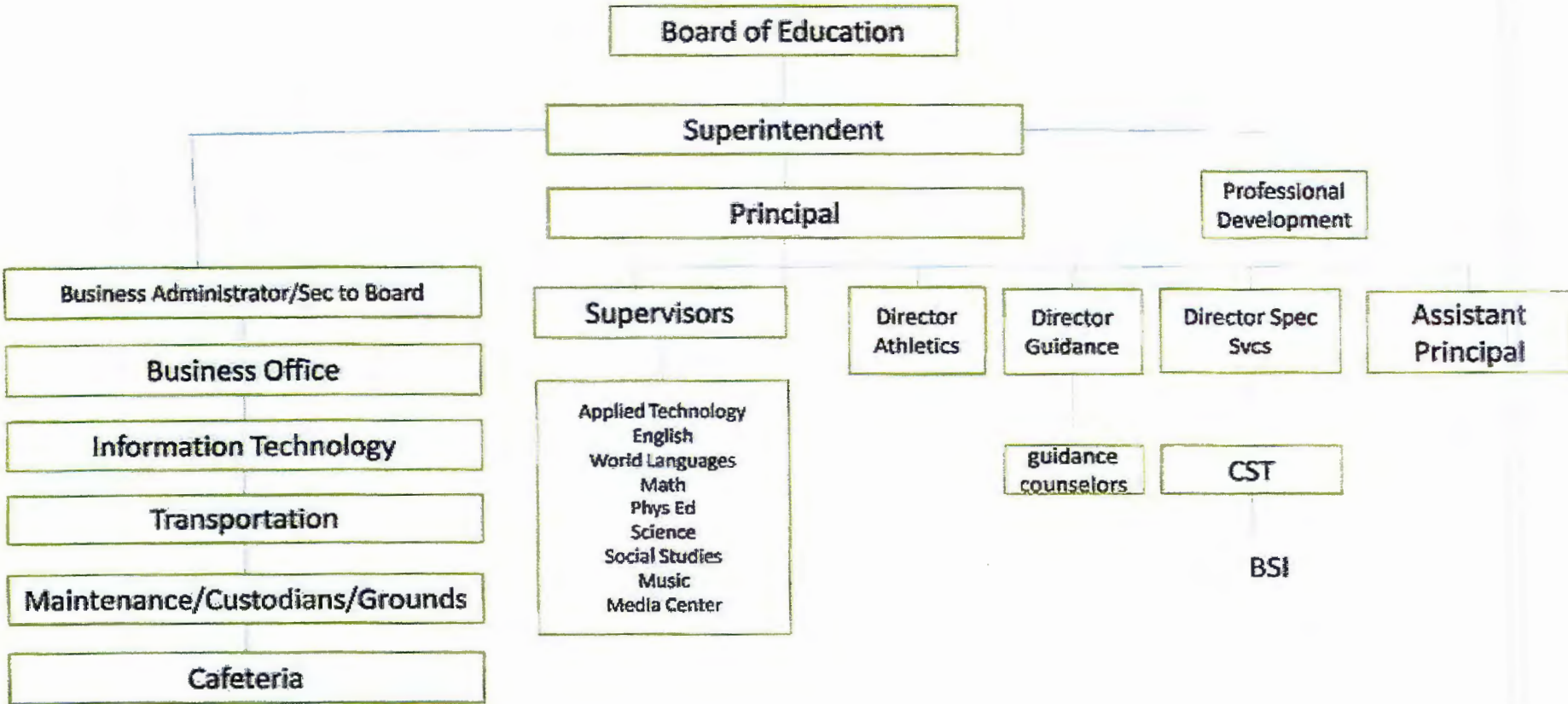


Mr. Andrew Teeple  
Superintendent of Schools



Mrs. Maria Parry, CPA, PSA, SFO  
School Business Administrator  
Secretary to the Board

Monmouth Regional High School  
Organizational Chart





**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
TINTON FALLS, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2017**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Jonathan Cohen, President	2018
Steven B. Seavey, Vice President	2017
Robert Mauro	2019
Nancy Britton	2017
Mary Anne Linder	2019
Susan Fisher	2018
Barbara Van Wagner	2017
Joseph Gaetano	2018
Andrew Mayer	2019

**Other Officials**

Andrew F. Teeple, Superintendent

Maria Anne Parry, CPA, PSA, School Business Administrator/Board Secretary

Cindy Barr-Rague, CPA, Treasurer

Martin M. Barger, Esq. Solicitor

**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
TINTON FALLS, NEW JERSEY**

**CONSULTANTS AND ADVISORS  
June 30, 2017**

***Audit Firm***

Cannone & Company, P.A.  
485 Morris Avenue  
Springfield, NJ 07081

***Attorneys***

Martin M. Barger, Esq.  
The Reussille Law Firm  
149 Avenue at the Common, Suite #1  
Shrewsbury, NJ 07702

***Official Depositories***

Bank of America  
Eatontown, NJ

TD Bank  
500 Shrewsbury Avenue  
Tinton Falls, NJ 07701

*FINANCIAL SECTION*

MEMBER:  
American Society of Certified Public Accountants  
New Jersey Society of Certified Public Accountants

## **Independent Auditor's Report**

The Honorable President and  
Members of the Board of Education  
Monmouth Regional High School District  
County of Monmouth  
Tinton Falls, New Jersey

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Monmouth Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

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

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Monmouth Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information on pages 29 through 39 and 84 through 96 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.

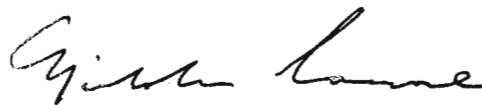
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monmouth Regional High School District Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2017 on our consideration of Monmouth Regional High School District Board of Education'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 Monmouth Regional High School District Board of Education's internal control over financial reporting and compliance.



Nicholas A. Cannone  
Licensed Public School Accountant  
No. CS-02103  
Cannone & Company, PA  
Certified Public Accountants  
Springfield, New Jersey

November 30, 2017

***REQUIRED SUPPLEMENTARY INFORMATION***  
***PART I***

*MANAGEMENT'S DISCUSSION AND ANALYSIS*



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

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

The Management's Discussion and Analysis (MD&A) is a new element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued in June 1999.

### **Financial Highlights**

Key financial highlights for 2017 are as follows:

In total, net assets decreased **\$1,100,106, which** represents an approximate 22 percent decrease from 2016.

Program specific revenues in the form of charges for services and operating grants and contributions including business type activities accounted for **\$2,927,447** or 12 percent of total revenues of **\$25,355,968**.

Breaking down the detail of the statement of net assets, for governmental activities one will see that total assets of such governmental activities increased by \$1,029,439 as cash and cash equivalents and investments decreased by \$28,327, receivables decreased by \$25,498, deferred outflows of resources related to pensions increased by \$2,097,245 and capital assets decreased by \$648,674.

Monmouth Regional High School had **\$29,383,521** in expenses; only **\$2,927,447** of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of **\$25,355,968** and fund balance were adequate to provide for these programs.

Among governmental funds, the General Fund had **\$27,558,296** in revenues and **\$27,417,960** in expenditures. The General Fund's fund balance increased **\$140,336** 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 Monmouth 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.

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

**District-Wide Financial Statements (Statement of Net Assets and Statement of Activities)**

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the Monmouth Regional’s overall financial status.

**Fund Financial Statements**

- The remaining statements are fund financial statements that focus on individual parts of Monmouth Regional, reporting Monmouth Regional’s operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services like regular and special education were financed in the short term as well as what remains for future spending.
- Proprietary funds statements offer short and long-term financial information about the activities Monmouth Regional operates like businesses, such as food services.
- Fiduciary funds statements provide information about the financial relationships in which Monmouth Regional High School acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of Monmouth Regional High School Board of Education’s budget for the year.

**Figure A-1  
Major Features of District-Wide and Fund Financial Statements**

	District-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial statements	<ul style="list-style-type: none"> <li>•Statement of net assets</li> <li>•Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>•Balance sheet</li> <li>•Statement of revenues, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>•Statement of net assets</li> <li>•Statement of revenues, expenses, and changes in fund net assets</li> <li>•Statement of cash flows</li> </ul>	<ul style="list-style-type: none"> <li>•Statement of fiduciary net assets</li> <li>•Statement of changes in fiduciary net assets</li> </ul>
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of assets/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term, and long-term. Monmouth Regional's funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions, during the year, regardless of when cash is received or paid

Figure A-1 summarizes the major features of Monmouth Regional High School’s financial statements, including the portion of Monmouth Regional’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

Continued

## **Fund Financial Statements (Continued)**

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, Monmouth Regional High School, presenting both an aggregate view of Monmouth Regional's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental fund, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Monmouth Regional High School District, the General Fund is by far the most significant fund.

### **Reporting the School District as a Whole Statement of Net Assets and the Statement of Activities**

While this document contains the large number of funds used by Monmouth Regional to provide programs and activities, the view of Monmouth Regional High School, as a whole looks at all financial transactions and asks the question, "How did we do financially during 2016-2017?" The Statement of Net Assets 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. These bases 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 District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of Monmouth Regional High School has 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 Percent of Share property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, Monmouth Regional High School is divided into two district kinds of activities:

Governmental activities – All of Monmouth Regional High School'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 Monmouth Regional High School's Most Significant Funds Fund Financial Statements**

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

#### **Governmental Funds**

The District's activities are reported in governmental funds, which focus on how money flows in 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 Monmouth Regional

Continued

**Governmental Funds** (Continued)

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 Assets 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.

**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 Assets provides the perspective of Monmouth Regional High School as a whole. Net assets may serve over time as a useful indicator of a government's financial position. Monmouth Regional'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 Monmouth Regional High School's net assets for 2017 with comparative amounts for 2016.

**Table A-1  
Summary of Net Assets**

	<b>MRHS Total 2017</b>	<b>MRHS Total 2016</b>	<b>Increase (Decrease) From 2016</b>	<b>Total Percentage Change 2017-2016</b>
Current and Other Assets	\$ 5,376,979	\$ 3,698,866	\$ 1,678,113	45.37%
Capital Assets	15,798,769	16,447,443	(648,674)	-3.94%
<b>Total Assets</b>	<b>\$ 21,175,748</b>	<b>\$ 20,146,309</b>	<b>\$ 1,029,439</b>	<b>5.11%</b>
Long-Term Debt Outstanding	\$ 5,007,490	\$ 5,666,159	\$ (658,669)	-11.62%
Pension Liability	11,336,703	8,234,614	\$ 3,102,089	37.67%
Other Liabilities	864,013	1,177,889	(313,876)	-26.65%
<b>Total Liabilities</b>	<b>\$ 17,208,206</b>	<b>\$ 15,078,662</b>	<b>\$ 2,129,544</b>	<b>14.12%</b>
<b>Net Assets:</b>				
Invested in capital assets, net of related	\$ 11,644,272	\$ 11,676,614	\$ (32,342)	-0.28%
Restricted	1,050,170	1,312,959	(262,789)	-20.02%
Unrestricted	(8,726,901)	(7,921,926)	(804,975)	10.16%
<b>Total Net Assets</b>	<b>\$ 3,967,541</b>	<b>\$ 5,067,647</b>	<b>\$ (1,100,106)</b>	<b>-21.71%</b>

Continued

## The School District as a Whole (Continued)

Table 2 shows changes in net assets for fiscal year 2017 with comparative amounts for 2016.

**Table A-2  
Summary of Changes in Net Assets**

	<b>MRHS Total 2017</b>	<b>MRHS Total 2016</b>	<b>Increase (Decrease) From 2016</b>	<b>Total Percentage Change 2017-2016</b>
<b>REVENUES</b>				
Program Revenues:				
Charges for Services	\$ 736,331	\$ 731,504	\$ 4,827	0.66%
Federal and State				
Categorical Grants	2,191,116	2,106,531	84,585	4.02%
General Revenues:				
Property Taxes	21,540,400	20,908,749	631,651	3.02%
State Formula Aid	4,491,459	4,262,993	228,466	5.36%
Other	(675,891)	(1,638,253)	962,362	-58.74%
<b>Total Revenues</b>	<b>\$ 28,283,415</b>	<b>\$ 26,371,524</b>	<b>\$ 1,911,891</b>	<b>7.25%</b>
<b>EXPENSES</b>				
Instruction	\$ 13,145,782	\$ 12,626,294	\$ 519,488	4.11%
Student Support Services	16,074,945	15,485,728	589,217	3.80%
Other	162,794	85,303	77,491	90.84%
<b>Total</b>	<b>\$ 29,383,521</b>	<b>\$ 28,197,325</b>	<b>\$ 1,186,196</b>	<b>4.21%</b>
<b>Increase (Decrease) in Net Assets</b>	<b>\$ (1,100,106)</b>	<b>\$ (1,825,801)</b>	<b>\$ 725,695</b>	<b>-39.75%</b>

### Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek over approval for Monmouth Regional High School District operations. Property taxes made up approximately 76 percent of revenues for governmental activities for Monmouth Regional High School District for fiscal year 2017. Monmouth Regional's total revenues (per exhibit B-2) were \$28,624,010 for the year ended June 30, 2017. Federal, state, local grants, other and state aid accounted for another 24 percent of revenue.

### Business-Type Activities

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

Food service revenues exceeded expenditures by **\$45,802**. Included in this number is a \$50,000 contribution from the General Fund.

Charges for services represent **\$251,289** 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 **\$191,477**.

Continued

## 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 Regional District's taxpayers by each of these functions.

**Table A-3  
Cost of Services vs Net Cost of Services**

	<b>Total Cost of Services 2017</b>	<b>Net Cost of Services 2017</b>	<b>Total Cost of Services 2016</b>	<b>Net Cost of Services 2016</b>
Instruction	\$ 13,145,782	\$ 12,034,174	\$ 12,626,291	\$ 11,472,212
Support Services:				
Pupil and Instructional Staff	6,969,342	6,445,690	6,957,986	6,549,632
Administration	2,391,513	2,257,166	2,038,680	1,915,058
Operation and Maintenance of Facilities	3,565,581	3,327,162	3,436,621	3,215,189
Pupil Transportation	2,797,347	2,320,692	2,662,256	2,121,896
Debt Service	-	-	-	-
Interest on Long Term Debt; transfer f/s	116,992	116,992	73,450	73,450
<b>Total Expenses</b>	<b>\$ 28,986,557</b>	<b>\$ 26,501,876</b>	<b>\$ 27,795,284</b>	<b>\$ 25,347,437</b>

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

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 Monmouth Regional High School District.

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 Monmouth Regional High School District.

### The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to **\$28,624,010** and expenditures were **\$29,173,347**. The most significant change was an increase of \$735,400 in employee benefits.

As demonstrated by the various statements and schedules included in the financial section of this report, Monmouth Regional High School 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.

Continued

## The School District's Funds (Continued)

**Table A-4**  
**Summary of Revenues-Governmental Funds**

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2016</u>	<u>Percent of Increase (Decrease)</u>
Local Sources	\$ 22,126,175	77.30%	\$ 701,972	3.55%
State Sources	6,145,402	21.47%	\$ 249,941	4.49%
Federal Sources	352,433	1.23%	\$ 17,008	2.89%
<b>Total</b>	<b>\$ 28,624,010</b>	<b>100.00%</b>	<b>\$ 968,921</b>	<b>3.58%</b>

The increase in Local Sources is mostly attributed to an increase in tax levy, capital leases, miscellaneous revenue and rental fees.

The increase in state sources is mostly attributed to an increase in state grants and state aid.

The increase in Federal Sources is mostly due to an increase in federal special revenue grants.

The following schedule presents a summary of General Fund, Special Revenue 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.

**Table A-5**  
**Summary of Expenditures-Governmental Funds**

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2016</u>	<u>Percent of Increase (Decrease)</u>
Current Expense:				
Instruction	\$ 8,555,214	29.33%	\$ (243,025)	-2.92%
Undistributed Expenditures	18,522,637	63.49%	(299,563)	-1.80%
Capital Outlay	1,490,885	5.11%	(929,640)	-157.80%
Debt Service	604,611	2.07%	(1,625)	-0.25%
<b>Total</b>	<b>\$ 29,173,347</b>	<b>100.00%</b>	<b>\$ (1,473,853)</b>	<b>-5.35%</b>

Changes in expenditures were the results of varying factors. Current expense decreased due to employee attrition from retirements, less expenditures in student tuition across all levels, and a lower contribution to capital reserve.

Continued



## **General Fund Budgeting Highlights**

Monmouth Regional High 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.

Over the course of the year, Monmouth Regional High School revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- Personnel changes that took place after the budget was approved.
- Facilities maintenance and upkeep items that needed repair and not planned.
- Purchases for Technology to bring the district in line with testing requirements and curriculum standards.
- Extraordinary aid, which is state aid for special education students whose individual program cost exceeds \$40,000 per year, was not anticipated as there is no guarantee from the Department of Education that these funds would be available.
- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- Tuition for special education students over or under what has been estimated during budget preparation.
- Student transportation is provided using a blend of in-house and vendor services. Depending on the type of service, transfers to various accounts were needed to pay these costs.
- An increase in capital outlay purchases for the instructional programs and the operations/maintenance department.

## **Capital Assets**

At the end of the fiscal year 2017 the School District had \$15,798,769 invested in land, building, furniture and equipment, and vehicles. Table A-6 shows fiscal year 2017 balances compared to 2016.

Continued

**Table A-6  
Summary of Capital Assets  
(Net of Depreciation)**

	<b>Total 2017</b>	<b>Total 2016</b>	<b>(Decrease) From 2016</b>	<b>Change 2017-2016</b>
Land	\$ 120,340	\$ 120,340	\$ -	-
Construction in Progress	\$ 142,650	\$ 485,202	\$ (342,552)	-
Site Improvements	1,137,771	1,213,525	(75,754)	-6.24%
Buildings	13,594,386	13,653,672	(59,286)	-0.43%
Machinery and Equipment	790,287	969,334	(179,047)	-18.47%
<b>Total</b>	<b>\$ 15,785,434</b>	<b>\$ 16,442,073</b>	<b>\$ (656,639)</b>	<b>-3.99%</b>

### Debt Administration

At June 30, 2017, Monmouth Regional High School had **\$5,638,154** of outstanding debt. Of this amount, **\$1,483,657** is for compensated absences; **\$130,497** for various capital leases; and **\$4,024,000** of serial bonds for school construction dated 2013.

**Table A-7  
Summary of Outstanding Long-Term Debt**

	<b>MRHS 2017</b>	<b>MRHS 2016</b>	<b>Change 2017-2016</b>
General Obligation Bonds (Financed with Property Taxes)	\$ 4,024,000	\$ 4,559,000	-11.74%
Other	1,614,154	1,723,490	-6.34%
<b>Total</b>	<b>\$ 5,638,154</b>	<b>\$ 6,282,490</b>	<b>-10.26%</b>

### For the Future

The Monmouth Regional High School District is in good financial condition presently. The School District is proud of its community support of the public schools. An area of concern is the redevelopment of Fort Monmouth. Time will tell if the vast land and empty buildings are turned into residential housing or commercial businesses. The Administration is keeping a firm watch on these projects and is ready and welcomes new students that move into the area. However, future finances are not without challenges as the district administrators are sensitive to the economic changes in the community and how those conditions will directly affect the district's retaining of programs, especially due to changes in state and federal funding.

With the recent passage and completion of the of the six-million-dollar referendum, the district is very pleased to have moved forward in making the school more competitive amongst other school

districts. Additionally, the recent move to non-voting on the tax levy will allow the administration to plan accordingly in light of changing economic times. A new administration with new administrators in place (Superintendent, Principal, Child Study Team and a redesigned Information Technology Department), the district is focused on bringing students back from choosing a private school to choosing Monmouth Regional High School. Future challenges are transportation, the loss in state aid for 2017-2018 and new leadership in Trenton. On the horizon is discussion of another referendum for projects that affect all areas of the building – both inside and outside. In conclusion, the Monmouth Regional High School District has committed itself to financial excellence for many years. Additionally, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. Monmouth Regional High School District plans to continue its sound fiscal management to meet the challenge of the future.

### **Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of Monmouth Regional High School District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mrs. Maria Parry, School Business Administrator, at Monmouth Regional High School, Administration Building, 1 Norman J. Field Way, Tinton Falls, NJ 07724. Please visit our website at [www.monmouthregional.net](http://www.monmouthregional.net).

Concluded

***BASIC FINANCIAL STATEMENTS***

## ***DISTRICT-WIDE FINANCIAL STATEMENTS***

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

**Monmouth Regional High School District**  
**Statement of Net Position**  
**6/30/2017**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,322,051	\$ 69,415	\$ 1,391,466
Investments	758		758
Receivables, net	372,109		372,109
Interfund receivable			-
Inventory		8,373	8,373
Restricted assets:			-
Cash and cash equivalents	37,225		37,225
Capital reserve account - cash	43,122		43,122
Capital assets, net (Note 4)	15,785,434	13,335	15,798,769
Deferred outflows of resources related to pensions	3,523,926		3,523,926
Total Assets	<u>21,084,625</u>	<u>91,123</u>	<u>21,175,748</u>
<b>LIABILITIES</b>			
Cash Overdraft			-
Accounts payable	4,236	10,697	14,933
Accrued Interest Expense	26,279		26,279
Interfund payable			-
Payable to federal government			-
Payable to state government			-
Payable to local government			-
Deferred inflows of resources related to pensions	190,531		190,531
Pension liability for PERS - non current	11,336,703		11,336,703
Deferred revenue		1,606	1,606
Noncurrent liabilities (Note 5):			
Due within one year	630,664		630,664
Due beyond one year	5,007,490		5,007,490
Total liabilities	<u>17,195,903</u>	<u>12,303</u>	<u>17,208,206</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	11,630,937	13,335	11,644,272
Restricted for:			-
Debt service	4,951		4,951
Capital projects	185,772		185,772
Other purposes	859,447		859,447
Unrestricted	(8,792,386)	65,485	(8,726,901)
Total net assets	<u>\$ 3,888,721</u>	<u>\$ 78,820</u>	<u>\$ 3,967,541</u>

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

Monmouth Regional High School District  
Statement of Activities  
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities:</b>							
<b>Instruction:</b>							
Regular	\$ 11,873,689		\$ 1,093,531		\$ (10,780,158)		\$ (10,780,158)
Special education	333,717		18,077		(315,640)		(315,640)
Other special instruction	938,376				(938,376)		(938,376)
Vocational					-		-
Other instruction					-		-
Nonpublic school programs					-		-
Adult/continuing education programs					-		-
<b>Support services:</b>							
Tuition	2,491,975	73,995			(2,417,980)		(2,417,980)
Student & instruction related services	4,477,367		449,657		(4,027,710)		(4,027,710)
School administrative services	752,433		16,434		(735,999)		(735,999)
General and business administrative serv	681,594		38,209		(643,385)		(643,385)
Central services	832,319		79,704		(752,615)		(752,615)
Administrative information technology	125,167				(125,167)		(125,167)
Plant operations and maintenance	3,565,581	82,297	156,122		(3,327,162)		(3,327,162)
Pupil transportation	2,797,347	328,750	147,905		(2,320,692)		(2,320,692)
Business and other support services					-		-
Special schools					-		-
Interest on long-term debt	66,992				(66,992)		(66,992)
Transfer to Food Service	50,000				(50,000)		(50,000)
<b>Total governmental activities</b>	<b>28,986,557</b>	<b>485,042</b>	<b>1,999,639</b>	<b>-</b>	<b>(26,501,876)</b>	<b>-</b>	<b>(26,501,876)</b>
<b>Business-type activities:</b>							
Food Service	396,964	251,289	191,477			45,802	45,802
Before/After Care						-	-
<b>Total business-type activities</b>	<b>396,964</b>	<b>251,289</b>	<b>191,477</b>	<b>-</b>	<b>-</b>	<b>45,802</b>	<b>45,802</b>
<b>Total primary government</b>	<b>\$ 29,383,521</b>	<b>\$ 736,331</b>	<b>\$ 2,191,116</b>	<b>\$ -</b>	<b>\$ (26,501,876)</b>	<b>\$ 45,802</b>	<b>\$ (26,456,074)</b>
<b>General revenues:</b>							
<b>Taxes:</b>							
Property taxes, levied for general purposes, net					\$ 20,935,788		\$ 20,935,788
Taxes levied for debt service					604,612		604,612
Federal aid not restricted					6,737		6,737
State aid not restricted					4,491,459		4,491,459
Miscellaneous Revenues					100,700		100,700
Interest Income					32		32
<b>Adjustments:</b>							
Prior Period Adjustment - Fund 20							-
Contribution to Capital Reserve					230,189		230,189
Fixed assets					(1,094,881)		(1,094,881)
Capital Leases					81,332		81,332
<b>Total general revenues, special items, extraordinary items and transfers</b>					<b>25,355,968</b>	<b>-</b>	<b>25,355,968</b>
<b>Change in Net Assets</b>					<b>(1,145,908)</b>	<b>45,802</b>	<b>(1,100,106)</b>
Net Assets—beginning					5,029,971	37,676	5,067,647
Net Assets—ending					<b>\$ 3,884,063</b>	<b>\$ 83,478</b>	<b>\$ 3,967,541</b>

## ***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.



***GOVERNMENTAL FUNDS***

Monmouth 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	1,193,618	(19,168)	142,650	4,951	1,322,051
Investments	758				758
Receivables, net					0
Due from other funds					0
Receivables - State	231,552	23,404			254,956
Accounts Receivable - Other	117,153				117,153
Interest receivable on investments					0
Inventory					0
Restricted cash and cash equivalents	80,347				80,347
Other assets					0
	<u>1,623,428</u>	<u>4,236</u>	<u>142,650</u>	<u>4,951</u>	<u>1,775,265</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable					0
Accrued Interest					0
Interfund payable	4,659				4,659
Payable to federal government					0
Payable to state government		4,236			4,236
Payable to local government					0
Deferred revenue					0
Total liabilities	<u>4,659</u>	<u>4,236</u>	<u>0</u>	<u>0</u>	<u>8,895</u>
Fund Balances:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for					
Subsequent Year's Expenditures	82,537				82,537
Reserve for Excess Surplus	739,685				739,685
Reserve for Capital Reserve	43,122				43,122
Reserve for Maintenance	37,225				37,225
Committed Fund Balance:					
Reserve for Impact Aid					0
Reserve for encumbrances	146,143				146,143
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures	197,101				197,101
Unrestricted Fund Balance	<u>372,956</u>		<u>142,650</u>	<u>4,951</u>	<u>520,557</u>
Total Fund balances	<u>1,618,769</u>	<u>0</u>	<u>142,650</u>	<u>4,951</u>	<u>1,766,370</u>
Total liabilities and fund balances	<u>1,623,428</u>	<u>4,236</u>	<u>142,650</u>	<u>4,951</u>	

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

The net pension liability for PERS is not due and payable in the current period and is not reported in the governmental funds (11,336,703)

Deferred outflows and inflows or resources related to pensions are applicable to future periods and therefore are not reported in the funds:

    Deferred outflows of resources related to pensions 3,523,926  
    Deferred inflows of resources related to pensions (190,531)

Interest expense in the governmental funds is reported when due. In the statement of activities, interest on long-term debt is accrued. (26,279)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$27,647,135 and the accumulated depreciation is \$11,861,701 (see Note 3). 15,785,434

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 4). (5,638,154)

Net assets of governmental activities \$ 3,884,063

**Monmouth Regional High School District**  
**Statement of Revenues, Expenditures, And Changes in Fund Balances**  
**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	\$ 20,935,788			\$ 604,612	\$ 21,540,400
Transportation Fees	328,750				328,750
Rental Facilities	82,297				82,297
Interest on Investments	32				32
Tuition charges	73,995				73,995
Miscellaneous	100,701				100,701
Total - Local Sources	21,521,563	-	-	604,612	22,126,175
State sources	6,029,996	115,406			6,145,402
Federal sources	6,737	345,696			352,433
Total revenues	27,558,296	461,102	-	604,612	28,624,010
<b>EXPENDITURES</b>					
Current:					
Regular instruction	7,071,315	314,567			7,385,882
Special education instruction	230,956				230,956
Other special instruction	938,376				938,376
Vocational education					-
Other instruction					-
Nonpublic school programs					-
Adult/continuing education programs					-
Support services and undistributed costs:					
Tuition	2,491,975				2,491,975
Student & instruction related services	2,607,711	146,535			2,754,246
School administrative services	650,026				650,026
General administrative services	461,422				461,422
Central services	315,593				315,593
Administrative information technology	17,148				17,148
Plant operations and maintenance	1,941,611				1,941,611
Pupil transportation	1,883,764				1,883,764
Personal services employee benefits	7,956,852				7,956,852
Undistributed expenditures - Food Services	50,000				50,000
Unallocated benefits					-
Special schools					-
ARRA - Equalization Stabilization Fund (ESF)					-
ARRA - Government Services Fund (GSF)					-
Transfer to charter school					-
Debt service:					
Principal				535,000	535,000
Interest and other charges				69,611	69,611
Capital outlay	801,211		689,674		1,490,885
Total expenditures	27,417,960	461,102	689,674	604,611	29,173,347
Excess (Deficiency) of revenues over expenditures	140,336	-	(689,674)	1	(549,337)
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases (non-budgeted)					-
Transfers in	16,386		600,000		616,386
Transfers out	(600,000)		(16,386)		(616,386)
Capital reserve contribution	230,189				230,189
Total other financing sources and uses	(353,425)	-	583,614	-	230,189
Net change in fund balances	(213,089)	-	(106,060)	1	(319,148)
Fund balance—July 1	1,831,858		248,710	4,951	2,085,519
Fund balance—June 30	\$ 1,618,769	\$ -	\$ 142,650	\$ 4,952	\$ 1,766,371

**Monmouth Regional High School District  
Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2017**

<b>Total net change in fund balances - governmental funds (from B-2)</b>		<b>\$</b>	<b>(319,148)</b>
Amounts reported for governmental activities in the statement of activities (A-2) are different because:			
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.			
Depreciation expense	(1,052,643)		
Fixed assets adjustment	(1,094,881)		
Capital outlays	<u>1,490,885</u>		(656,639)
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.			
			535,000
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.			
Proceeds of long-term debt			
Accrued interest received on bond insurance			
Capital lease proceeds			
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the governmental funds:			
Change in pension liability(net)	(3,102,105)		
Change in deferred outflows	2,097,245		
Change in deferred inflows	<u>187,784</u>		(817,076)
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.			
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).			
Prior year accrued interest on long term debt which was paid in the current year	28,898		
Current year accrued interest on long term debt which was not paid in the current year	(26,279)		
Change in compensated absences payable	28,004		
Capital lease payments	<u>81,332</u>		111,955
Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)			
<b>Change in net assets of governmental activities</b>		<b>\$</b>	<b><u>(1,145,908)</u></b>

*PROPRIETARY FUNDS*

Monmouth Regional High School District  
Statement of Net Position  
Proprietary Funds  
June 30, 2017

	Business-type Activities - Enterprise Funds	
	Food	Totals
	Service	Totals
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 69,415	\$ 69,415
Investments		-
Accounts receivable	4,658	4,658
Other receivables		-
Inventories:		
Commodities	4,345	4,345
Regular	4,028	4,028
Total current assets	82,446	82,446
Noncurrent assets:		
Furniture, machinery & equipment	133,595	133,595
Less accumulated depreciation	(120,260)	(120,260)
Total noncurrent assets	13,335	13,335
Total assets	95,781	95,781
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	10,697	10,697
Interfund payable		-
Unearned Income	1,606	1,606
Compensated absences		-
Total current liabilities	12,303	12,303
Noncurrent Liabilities:		
Compensated absences		-
Total noncurrent liabilities	-	-
Total liabilities	12,303	12,303
<b>NET ASSETS</b>		
Invested in capital assets net of related debt	13,335	13,335
Restricted for:		
Capital projects		-
Unrestricted	83,478	83,478
Total net assets	\$ 96,813	\$ 96,813

## Exhibit B-5

**Monmouth Regional High School District**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2017**

	<b>Business-type Activities - Enterprise Fund</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	\$ 71,950	\$ 71,950
Daily sales - non-reimbursable programs	156,731	156,731
Special functions		-
Community service activities		-
Transportation fees from other LEA's within the state		-
Deductions from employees' salaries		-
Food Distribution Program	<u>22,608</u>	<u>22,608</u>
Total operating revenues	<u>251,289</u>	<u>251,289</u>
Operating expenses:		
Cost of sales	175,774	175,774
Salaries	145,137	145,137
Employee benefits		-
Purchased property service		-
Other purchased professional services		-
Cleaning, repair and maintenance services	1,697	1,697
Management Fees	11,016	11,016
Rentals		-
Insurance	9,697	9,697
Uniforms	889	889
General supplies	20,123	20,123
Miscellaneous expense	7,678	7,678
Depreciation	2,345	2,345
Food distribution program Expense	<u>22,608</u>	<u>22,608</u>
Total Operating Expenses	<u>396,964</u>	<u>396,964</u>
Operating income (loss)	<u>(145,675)</u>	<u>(145,675)</u>
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	2,779	2,779
Federal sources:		
National school lunch and breakfast program	114,452	114,452
School Breakfast Program	24,219	24,219
Interest and investment revenue	27	27
Subsidy Operating - General Fund	<u>50,000</u>	<u>50,000</u>
Total nonoperating revenues (expenses)	<u>191,477</u>	<u>191,477</u>
Income (loss) before contributions & transfers	45,802	45,802
Capital contributions		-
Change in net assets	45,802	45,802
Total net assets—beginning	<u>37,676</u>	<u>37,676</u>
Total net assets—ending	<u>\$ 83,478</u>	<u>\$ 83,478</u>

**Monmouth Regional High School District**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2017**

	<b>Business-type Activities -</b>	
	<b>Food</b>	<b>Total</b>
	<b>Service</b>	<b>Enterprise</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	\$ (151,510)	\$ (151,510)
Payments to employees		-
Payments for employee benefits		-
Payments to suppliers		-
Net cash provided by (used for) operating activities	<u>(151,510)</u>	<u>(151,510)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State Sources	2,779	2,779
Federal Sources	138,671	138,671
Operating subsidies and transfers from other funds	50,000	50,000
Net cash provided by (used for) non-capital financing activities	<u>191,450</u>	<u>191,450</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Change in capital contributions		-
Purchases of capital assets	(10,310)	(10,310)
Gain/Loss on sale of fixed assets (proceeds)		-
Net cash provided by (used for) capital and related financing activities	<u>(10,310)</u>	<u>(10,310)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest and dividends	27	27
Proceeds from sale/maturities of investments		-
Net cash provided by (used for) investing activities	<u>27</u>	<u>27</u>
Net increase (decrease) in cash and cash equivalents	29,657	29,657
Balances—beginning of year	39,758	39,758
Balances—end of year	<u>69,415</u>	<u>69,415</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating income (loss)	(145,675)	(145,675)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		-
Depreciation and net amortization	2,345	2,345
(Increase) decrease in accounts receivable, net	1,623	1,623
(Increase) decrease in inventories	(862)	(862)
(Increase) decrease in other current assets		-
Increase (decrease) in accounts payable	(8,813)	(8,813)
Increase (decrease) in unearned income	(128)	(128)
Total adjustments	<u>(5,835)</u>	<u>(5,835)</u>
Net cash provided by (used for) operating activities	<u>\$ (151,510)</u>	<u>\$ (151,510)</u>



***FIDUCIARY FUNDS***

**Monmouth Regional High School District**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**6/30/2017**

	<b>Unemployment Compensation Trnst</b>	<b>Private Purpose Scholarship Fund</b>	<b>Other Trusts</b>	<b>Agency Fund</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 398,974	\$ 42,412		\$ 137,122
Investments, at fair value:				
U.S. government obligations				
NJ municipal bonds				
Total investments	-	-	-	-
Total assets	398,974	42,412	-	\$ 137,122
<b>LIABILITIES</b>				
Accounts payable				
Payable to student groups				113,718
Payroll deductions and withholdings				23,404
Payable to teachers				
Total liabilities	-	-	-	\$ 137,122
<b>NET ASSETS</b>				
Held in trust for unemployment claims and other purposes	\$ 398,974			
Reserved for scholarships		\$ 42,412		
Reserved for other trusts			\$ -	

**Monmouth Regional High School District**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2017**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts
<b>ADDITIONS</b>			
Contributions:			
Plan member	\$ 34,651	\$ 24,735	
Other			
Total Contributions	34,651	24,735	-
Investment earnings:			
Net increase (decrease) in fair value of investments			
Interest	287	19	
Dividends			
Less investment expense			
Net investment earnings	287	19	-
Total additions	34,938	24,754	-
<b>DEDUCTIONS</b>			
Quarterly contribution reports	9,907		
Unemployment claims	17,902		
Scholarships awarded		30,057	
Refunds of contributions			
Administrative expenses			108
Total deductions	27,809	30,057	108
Change in net assets	7,129	(5,303)	(108)
Net assets—beginning of the year	391,845	42,304	108
Net assets—end of the year	\$ 398,974	\$ 37,001	\$ -

*NOTES TO THE FINANCIAL STATEMENTS*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Monmouth Regional High School Board of Education have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The accompanying financial statements present the financial position of the District and the various funds and fund types, the result of operations of the District and the various fund and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2017.

A. Reporting Entity:

The Monmouth Regional High School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). 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 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 the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include two elementary schools and a junior/senior high school located in the Monmouth Regional High School District. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation, Basis of Accounting:

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Basis of Presentation

*District-wide Statements:* The statement of net assets and the statement of activities display information about the District as a whole. 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 activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net assets 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) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all 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 (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types

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.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

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).

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 Fund Type

Enterprise (Food Service) Fund: The enterprise fund accounts for all revenues and expenses pertaining to cafeteria operations. The Food Service Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Fiduciary Fund Types

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

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 (Payroll and Student Activities Fund): 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.

Expendable Trust Funds: Expendable trust funds are used to account for the assets that the District holds whose principal and income may be expended in the course of their designated operations so that they are depleted by the end of their designated life.

C. Basis of Accounting:

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

*District-wide, Proprietary, and Fiduciary Fund Financial Statements:* The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued):

*Governmental Fund Financial Statements:* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office 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. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2017.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only and the special revenue fund 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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

**Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures**

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary) "revenues"	\$ 27,568,684	\$ 461,102
Adjust for State Aid Payment:		
Add: Prior Year Payment	314,257	
Less: Current Year Payment	(324,645)	
Adjust for Encumbrances:		
Add Prior Year Encumbrances		
Less Current Year Encumbrances		
	<hr/>	<hr/>
Total Revenues (GAAP Basis)	\$ <u>27,558,296</u>	\$ <u>461,102</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary) "total outflows"	\$ 27,417,960	461,102
Adjustments:		
Add Prior Year Encumbrances		
Less Current Year Encumbrances		
	<hr/>	<hr/>
Total Expenditures (GAAP Basis)	\$ <u>27,417,960</u>	\$ <u>461,102</u>

E. Encumbrances:

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

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Short-term Interfund Receivables/Payables:

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

G. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund are recorded as expenditures during the year of purchase.

H. Fixed Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. 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 School District does not possess any infrastructure. 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 under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & computer equipment	5-10
Instructional equipment	10
Grounds equipment	15

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

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

I. Accrued Salaries and Wages:

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

J. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel 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. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

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.

K. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash which has been received but not yet earned.

L. 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.

M. Net Assets:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are 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. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

O. Memorandum Only - Total Columns:

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

P. Subsequent Events:

Monmouth Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2017 through the date of November 30, 2017, which is the date the financial statements were available to be issued.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, and short term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures*, requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents, and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued):

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

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

A. Deposits:

New Jersey statutes require that school districts deposit public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), the Savings Association Insurance Fund, or by any other agency of the United States that insure deposits. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds; or

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

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

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are to be redeemed within one year, except that up to 25% of the Fund may be invested in eligible securities which mature within two years; provided, however, that the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required. "Other Than State" participants contribute one tenth of one percent per year of the value of the aggregate units owned by them to establish a Reserve Fund, which is supplemented by the



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued):

proportional interest of "Other Than State" participants in gains on investment transactions realized.

The Reserve Fund is available to cover losses of "Other Than State" participants occasioned by the bankruptcy of an issuer of an investment held by the Fund and losses on sales of securities

B. Investments:

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

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the school district or local unit of which the school district is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.
- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

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

	<u>Cash and Cash Equivalents</u>
Checking, Savings and Money Management	\$ 2,024,117
NJ Cash Management Account	\$       758
	<u>\$ 2,024,875</u>
	=====

All of the balances were covered by the either federal depository insurance or by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Program Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 – Insured or collateralized with securities held by the Board or by its agent in the Board's name.

Category 2 – Collateralized with securities held by the pledging public depository's trust department or agent in the Board's name.

Category 3 – Uncollateralized including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board's name.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

As of June 30, 2017, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings, New Jersey Cash Management Account. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 3 and are summarized as follows:

<u>Risk Category</u>	<u>Amount</u>
1	\$ 2,024,875
2	None
3	<u>None</u>
	\$ 2,024,875
	=====

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

**NOTE 3. CAPITAL ASSETS**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
<i>Capital assets not being depreciated:</i>				
Land	120,340			120,340
Construction in progress	485,202		(342,552)	142,650
Total capital assets not being depreciated	<u>605,542</u>	-	<u>(342,552)</u>	<u>262,990</u>
<i>Capital assets being depreciated:</i>				
Site improvements	2,178,622	6,724		2,185,346
Building and building improvements	21,260,117	589,054		21,849,171
Machinery and equipment	3,543,927	169,799	(364,098)	3,349,628
Totals at historical cost	<u>26,982,666</u>	<u>765,577</u>	<u>(364,098)</u>	<u>27,384,145</u>
Less accumulated depreciation for :				
Site improvements	965,097	82,478		1,047,575
Building and improvements	7,606,445	648,340		8,254,785
Equipment	2,574,593	321,825	(337,077)	2,559,341
Total	<u>11,146,135</u>	<u>1,052,643</u>	<u>(337,077)</u>	<u>11,861,701</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>15,836,531</u>	<u>(287,066)</u>	<u>(27,021)</u>	<u>15,522,444</u>
Governmental activity capital assets, net	<u>\$ 16,442,073</u>	<u>\$ (287,066)</u>	<u>\$ (369,573)</u>	<u>\$ 15,785,434</u>
<b>Business-type activities:</b>				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 170,109	\$ 10,310	\$ 46,824	\$ 133,595
Less accumulated depreciation	<u>164,739</u>	<u>2,345</u>	<u>46,824</u>	<u>\$ 120,260</u>
Enterprise fund capital assets, net	<u>\$ 5,370</u>	<u>\$ 7,965</u>	<u>\$ -</u>	<u>\$ 13,335</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 3. CAPITAL ASSETS (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Instruction	\$ 59,728
Student and Instruction - Related Services	
School Administrative Related Services	8,988
General and Business Administrative Services	
Central Services	63,641
Administrative Information Technology	108,019
Plant Operations and Maintenance	736,486
Pupil Transportation	72,809
Business and Other Support Services	2,972
Unallocated	
Total	<u>\$ 1,052,643</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 3. CAPITAL ASSETS (Continued)

On November 6, 2012 the voters of the District were asked to approve two Bond Referendum questions. The questions addressed projects regarding educational success and health and safety issues. Summaries of the projects are as follows:

**Bond Question #1:**

Asbestos Removal	\$ 660,000
Girls' Locker Room Renovation	\$ 1,353,000
Science Classrooms Renovation	\$ 3,690,000
Storage Room off of Girl's Locker Room	<u>\$ 446,000</u>
 Total Question #1	 <u><u>\$ 6,149,000</u></u>

**Bond Question #2:**

Paving of Lots	\$ 620,000
New Auxiliary Gym	\$ 2,337,000
Electrical Panels Renovation	\$ 850,000
Replacement of Original Clocks & Speaker (PA) System	<u>\$ 500,000</u>
 Total Question #2	 <u><u>\$ 4,307,000</u></u>

On November 6, 2012, Bond Question #1 was approved by the voters. The financial status of the project is reported as a Capital Project in the report entitled "Summary Statement of Project Expenditures" and appears as Exhibit F-1 in the CAFR.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

**NOTE 4. GENERAL LONG-TERM DEBT**

During the fiscal year ended June 30, 2017, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance 7/1/2016	Issued	Retired	Balance 6/30/2017	Amounts Due Within One Year
Compensated Absences Payable	\$ 1,511,661		\$ 28,004	\$ 1,483,657	
Serial Bonds Payable	4,559,000		535,000	4,024,000	545,000
Capital Leases Payable	211,829		81,332	130,497	85,664
	<u>\$ 6,282,490</u>	<u>\$ -</u>	<u>\$ 644,336</u>	<u>\$ 5,638,154</u>	<u>\$ 630,664</u>

**A. Bonds Payable:**

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

Principal and interest due on serial bonds outstanding is at June 30, 2017 as follows:

Year ending June 30,	Principal	Interest	Total
2018	545,000	62,568	607,568
2019	550,000	55,692	605,692
2020	560,000	48,755	608,755
2021	570,000	40,280	610,280
2022	585,000	31,730	616,730
2023	600,000	22,305	622,305
2024	614,000	11,980	625,980
Total	<u>\$ 4,024,000</u>	<u>\$ 273,310</u>	<u>\$ 4,297,310</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

Advance Refunding:

The District adopted a resolution on August 6, 2002 for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated February 1, 1997 issued in the original principal amount of \$6,995,000.

On September 1, 2002, the District issued \$4,925,000 in Refunding School Bonds with interest rates ranging between 1.5% and 5.00%. The District issued the bonds to advance refund \$4,800,000 of the outstanding School Bonds dated February 1, 1997 with interest rates ranging between 5.10% and 5.20%. The District used the net proceeds to purchase U.S. Government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the bond issue noted above. As a result, that portion of the bond issue noted above is considered defeased, and the District has removed the liability from its accounts.

The advance refunding resulted in an economic gain (difference between the present value of bond payments for the prior issues and the debt service payments for the Refunding School Bonds, discounted at the effective interest rate) of \$189,874.49 which resulted in a net present value cost savings of 3.86% (economic gain divided by the outstanding bonds under the refunded issue.)

The remaining balance outstanding on the advance refunding bonds was paid on February 1, 2013. As of June 30, 2017, the outstanding balance on these bonds is zero.

B. Bonds Issued During the Year:

The District did not issue bonds during the fiscal year ended June 30, 2017.



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

C. Bonds Authorized But Not Issued:

As of June 30, 2017, the District had no authorized but not used bonds.

C. Capital Leases Payable:

The District is leasing several copiers and school buses under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2017.

Year ending June 30,	<u>Total</u>
2018	\$ 85,664
2019	<u>46,953</u>
Total Minimum Lease Payments	\$ 132,617
Less: Amount Representing Interest	<u>(2,120)</u>
Net Minimum Lease Payments	<u><u>\$ 130,497</u></u>

NOTE 5. PENSION PLANS

Plan Descriptions

All required employees of the District are covered by either the Public Employees' Retirement System (PERS) or the Teachers' Pension and Annuity Fund (TPAF) 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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 5. PENSION PLANS (Continued)

Plan Descriptions (Continued)

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

The TPAF 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 TPAF 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 noncontributing 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 DOE who have titles that are unclassified, professional and certified.

***Public Employees' Retirement System (PERS)***

The 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 PERS 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.

*Public Employees' Retirement System (PERS)*

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

For the year ended June 30, 2017, the District recognized pension expense of \$1,497,146, consisting of employer contributions of \$340,052 and non-employer contributions of \$1,157,094. 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	\$ 210,828	
Changes of assumptions	2,348,359	
Net difference between projected and actual earnings on pension plan investments	432,279	
Changes in proportion and differences between District contributions and proportionate share of contributions	532,460	190,531
District contributions subsequent to the measurement date	-	-
<b>Total:</b>	<b>\$ 3,523,926</b>	<b>\$ 190,531</b>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from school district, charter school, or renaissance school project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2017, the plan measurement date is 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:	
2017	\$ 673,502
2018	\$ 673,502
2019	\$ 780,274
2020	\$ 655,544
2021	\$ 208,645
<b>Total</b>	<b>\$ 2,991,467</b>

**Additional Information**

Collective balances at December 31, 2015 and 2016 are as follows:

	12/31/2015	12/31/2016
Collective deferred outflows of resources	\$ 1,426,681	\$ 3,523,926
Collective deferred inflows of resources	378,315	190,531
Collective net pension liability	8,234,598	11,336,703
District's Proportion	0.0367%	0.0383%

The District made an adjustment in the District-Wide Financial Statements to record the collective net pension liability reported above of \$8,234,598. This liability was recorded as of July 1, 2016 and is a result of implementing Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment to GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

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

For the year ended June 30, 2017, the District recognized pension expense of \$5,184,667 and revenue of \$5,184,667 for support provided by the State. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 242,055	\$ 117,466
Changes of assumptions	13,710,777	
Net difference between projected and actual earnings on pension plan investments	1,252,726	
Changes in proportion and differences between District contributions and proportionate share of contributions	92,270	53,606
District contributions subsequent to the measurement date	-	-
<b>Total:</b>	<b>\$ 15,297,828</b>	<b>\$ 171,072</b>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 5. PENSION PLANS (Continued)

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

\$ -0- reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date 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:	
2017	\$ 2,226,724
2018	2,226,724
2019	2,608,564
2020	2,439,584
2021	2,060,775
Thereafter	3,595,254
	Total
	\$ 15,157,625

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 5. PENSION PLANS (Continued)

Significant Legislation

During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by  $\frac{1}{2}$  of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements

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 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the fiscal year ended June 30, 2017, the State of New Jersey contributed \$985,685 to the TPAF for normal and post-retirement 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 \$666,257 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 general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

**NOTE 6. POST-EMPLOYMENT BENEFITS**

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

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

For the fiscal year ended June 30, 2017, the State of New Jersey contributed on behalf of the District \$823,378 to the TPAF for post-retirement medical benefits.

**NOTE 7. INTERFUND RECEIVABLES AND PAYABLES**

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund		\$ 4,659
Special Revenue Fund		
Capital Projects Fund		
Debt Service Fund		
Enterprise Fund	4,659	
Trust and Agency Fund		
	<u>\$4,659</u>	<u>\$4,659</u>

These amounts represent temporary advances between the various funds.



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 8. CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2014-2015 fiscal year were subject to the Single Audit Act of 1984 and New Jersey OMB Circular 04-04 which mandates that grant revenues and expenditures be audited in conjunction with the Board's annual audit. Substantially, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. Further, the School Child Nutrition Program is a recipient of federal (USDA) reimbursements and is subject to certain related federal regulations. The federal reimbursements are subject to subsequent audit and interpretation by the New Jersey Department of Education. The Board and management do not believe such an audit would result in material amounts of disallowed costs.

NOTE 9. LITIGATION

The Board attorneys' report that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the financial position of the District.

NOTE 10. COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent 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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 10. COMPENSATED ABSENCES (Continued)

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term account group. 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 balance 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.

NOTE 11. DEFERRED COMPENSATION

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by a benefits management company, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The Board offers several plan administrators for its employees to utilize.

NOTE 12. RISK MANAGEMENT

The Board has contracted with a commercial insurance company to provide coverage for various losses caused by the Board on its employees for losses sustained through other acts. The coverages are subject to various deductibles and coverage limits based on the type of policy coverage included. The coverages and its limits are detailed in the statistical section (Exhibit J-20).

The Board also maintains surety bond coverage on key financial employees.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

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 the balance in the Trust Fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Ending Balance</u>
2016-2017	\$ 398,974
2015-2016	\$ 391,845
2014-2015	\$ 397,187

**NOTE 13. INVENTORY**

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

Food-Commodities	\$ 4,345
Food and Non-Food – Regular	<u>\$ 4,028</u>
	\$ 8,373
	=====

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

**NOTE 14. FUND BALANCE APPROPRIATED**

**General Fund (Exhibit B-1)** - Of the \$1,943,414 General Fund fund balance at June 30, 2017, \$146,143 is reserved for encumbrances; \$822,222 has been reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$82,537 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2017); \$43,122 has been reserved in the Capital Reserve Account; \$37,225 has been reserved in the Maintenance Reserve Account; and \$894,702 is unreserved and undesignated.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

**Debt Service Fund** - The Debt Service Fund fund balance at June 30, 2017 was \$4,951.

**NOTE 15. 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. New Jersey school districts are required to reserve General Fund fund balance at the fiscal of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2017 is \$739,685.

**NOTE 16. 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 17. OTHER**

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 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 18. SUBSEQUENT EVENTS**

The Monmouth Regional High School Board of Education has evaluated subsequent events occurring after June 30, 2017 through the date of November 30, 2017, which is the date the financial statements were available to be issued.

**NOTE 19. CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the Monmouth Regional High School Board of Education by inclusion of \$1 on October 19, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund, and its activity is included in the general fund annual budget.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 19. CAPITAL RESERVE ACCOUNT (Continued)

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

The capital reserve account reported the following activity for the fiscal year ended June 30, 2017:

Beginning Balance	\$ 396,516
Plus: Board Appropriation	230,189
Transfers In	
Interest Income	31
Less: Transfers Out	<u>(583,614)</u>
Ending Balance	<u><u>43,122</u></u>

NOTE 20. CONTINGENT LIABILITIES

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. To the extent that the District has not complied with the grant rules and regulations, refunds of any money received may be required and the collectability of any related receivable at June 30, 2017 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2017**

NOTE 21. ECONOMIC DEPENDENCY

The District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could affect the District's programs and activities.

NOTE 22. GASB #54 – FUND BALANCE DISCLOSURES

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Monmouth Regional High School District classifies governmental fund balances as follows:

- Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned - includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

General Fund – Of \$1,943,414 General Fund fund balance at June 30, 2017, \$739,685 is restricted for excess surplus – current year; \$162,884 is restricted for other purposes; \$146,143 is committed; \$197,101 is assigned for other purposes; and \$697,601 is unassigned.

***REQUIRED SUPPLEMENTARY INFORMATION  
PART II***

***BUDGETARY COMPARISON SCHEDULES***



**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 20,935,788	\$ -	\$ 20,935,788	\$ 20,935,788	\$ -
Transportation Fees From Other LEAs	339,232	-	339,232	328,750	(10,482)
Rental Facilities	86,345	(36,344)	50,001	82,297	32,296
Tuition	-	-	-	73,995	73,995
Interest Income - Other	-	11,933	11,933	1	(11,932)
Interest Earned on Capital Reserve Funds	50	-	50	31	(19)
Miscellaneous	11,933	24,411	36,344	100,701	64,357
<b>Total - Local Sources</b>	<b>21,373,348</b>	<b>-</b>	<b>21,373,348</b>	<b>21,521,563</b>	<b>148,215</b>
State Sources:					
Categorical Special Education Aid	643,368	-	643,368	643,368	-
Categorical Transportation Aid	583,284	-	583,284	583,284	-
Categorical Security Aid	108,037	-	108,037	108,037	-
Equalization Aid	299,370	-	299,370	299,370	-
Equalization Aid - ARRA	-	-	-	-	-
Extraordinary Aid	-	-	-	188,869	188,869
Extraordinary Aid - Previous Year	-	-	-	-	-
Adjustment Aid	1,703,247	-	1,703,247	1,703,247	-
Non Public Transportation Aid	-	-	-	9,879	9,879
Other State Aid	29,010	-	29,010	29,010	-
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	985,685	985,685
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	823,378	823,378
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	666,257	666,257
<b>Total State Sources</b>	<b>3,366,316</b>	<b>-</b>	<b>3,366,316</b>	<b>6,040,384</b>	<b>2,674,068</b>
Federal Sources:					
Impact Aid	-	-	-	-	-
Semi Program	23,056	-	23,056	6,737	(16,319)
<b>Total - Federal Sources</b>	<b>23,056</b>	<b>-</b>	<b>23,056</b>	<b>6,737</b>	<b>(16,319)</b>
<b>Total Revenues</b>	<b>24,762,720</b>	<b>-</b>	<b>24,762,720</b>	<b>27,568,684</b>	<b>2,805,964</b>
<b>EXPENDITURES:</b>					
Current Expense:					
<b>Regular Programs - Instruction</b>					
Preschool/Kindergarten - Salaries of Teachers	-	-	-	-	-
Grades 1-5 - Salaries of Teachers	-	-	-	-	-
Grades 6-8 - Salaries of Teachers	-	-	-	-	-
Grades 9-12 - Salaries of Teachers	6,902,932	(215,619)	6,687,313	6,417,188	270,125
<b>Regular Programs - Home Instruction:</b>					
Salaries of Teachers	8,800	15,900	24,700	24,626	74
Purchased Professional-Educational Services	10,500	16,700	27,200	26,515	685
<b>Regular Programs - Undistributed Instruction</b>					
Other Salaries for Instruction	158,102	(27,135)	130,967	130,942	25
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	2,000	-	2,000	2,000	-
General Supplies	294,735	13,682	308,417	304,957	3,460
Textbooks	45,000	-	45,000	44,404	596
Other Objects	139,157	8,000	147,157	120,683	26,474
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>7,561,226</b>	<b>(188,472)</b>	<b>7,372,754</b>	<b>7,071,315</b>	<b>301,439</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Cognitive - Mild:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Cognitive - Mild</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cognitive - Moderate:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-

**Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2017**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Cognitive - Moderate</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Learning and/or Language Disabilities:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Learning and/or Language Disabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Visual Impairments:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Visual Impairments</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Auditory Impairments:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Auditory Impairments</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Behavioral Disabilities:</b>					
Salaries of Teachers	145,700	-	145,700	139,346	6,354
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies	1,000	700	1,700	969	731
Textbooks		-			-
Other Objects		-			-
<b>Total Behavioral Disabilities</b>	<u>146,700</u>	<u>700</u>	<u>147,400</u>	<u>140,315</u>	<u>7,085</u>
<b>Multiple Disabilities:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Multiple Disabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Resource Room/Resource Center</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Autism:</b>					
Salaries of Teachers	66,300	(13,022)	53,278	51,524	1,754

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Salaries for Instruction	24,910	868	25,778	25,778	-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies	1,000	2,888	3,888	3,714	174
Textbooks		-			-
Other Objects		-			-
<b>Total Autism</b>	<u>92,210</u>	<u>(9,266)</u>	<u>82,944</u>	<u>81,016</u>	<u>1,928</u>
<b>Preschool Disabilities - Part-Time:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Preschool Disabilities - Part-Time</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Preschool Disabilities - Full-Time:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Preschool Disabilities - Full-Time</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Home Instruction:</b>					
Purchased Professional-Educational Services	8,000	1,625	9,625	9,625	-
<b>Total Home Instruction</b>	<u>8,000</u>	<u>1,625</u>	<u>9,625</u>	<u>9,625</u>	<u>-</u>
<b>Cognitive - Severe:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Cognitive - Severe</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<u>246,910</u>	<u>(6,941)</u>	<u>239,969</u>	<u>230,956</u>	<u>9,013</u>
<b>Basic Skills/Remedial - Instruction</b>					
Salaries of Teachers	46,569	-	46,569	46,569	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Basic Skills/Remedial - Instruction</b>	<u>46,569</u>	<u>-</u>	<u>46,569</u>	<u>46,569</u>	<u>-</u>
<b>Bilingual Education - Instruction</b>					
Salaries of Teachers	66,300	132	66,432	66,432	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies	-	411	411	411	-
Textbooks		-			-
Other Objects		-			-
<b>Total Bilingual Education - Instruction</b>	<u>66,300</u>	<u>543</u>	<u>66,843</u>	<u>66,843</u>	<u>-</u>
<b>School-Spon. Athletics - Inst.</b>					
Salaries of Teachers	479,709	(5,100)	474,609	464,585	10,024
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)	62,000	(8,000)	54,000	52,409	1,591

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
General Supplies	50,000	-	50,000	44,359	5,641
Textbooks		-			-
Other Objects	42,910	-	42,910	27,305	15,605
<b>Total School-Spon. Athletics - Inst.</b>	<b>634,619</b>	<b>(13,100)</b>	<b>621,519</b>	<b>588,658</b>	<b>32,861</b>
<b>School-Spon. Cocurricular Actvts. - Inst.</b>					
Salaries	180,036	5,100	185,136	185,107	29
Purchased Services (300-500 series)	15,700	84	15,784	13,138	2,646
Supplies and Materials	5,000	1,916	6,916	6,755	161
Other Objects	27,600	13,296	40,896	31,306	9,590
Transfers to Cover Deficit (Agency Funds)		-			-
<b>Total School-Spon. Cocurricular Actvts. - Inst.</b>	<b>228,336</b>	<b>20,396</b>	<b>248,732</b>	<b>236,306</b>	<b>12,426</b>
<b>Other Instructional Programs - Instruction</b>					
Salaries		-			-
Purchased Services (300-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Transfers to Cover Deficit (Agency Funds)		-			-
<b>Total Other Instructional Programs - Instruction</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Instruction</b>	<b>8,783,960</b>	<b>(187,574)</b>	<b>8,596,386</b>	<b>8,240,647</b>	<b>355,739</b>
<b>Undistributed Expenditures - Instruction:</b>					
Tuition to CSSD & Regional Day Schools		-			-
Tuition to Private Schools for the Disabled - Within State	1,369,832	208,063	1,577,895	1,408,971	168,924
Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ	172,700	(27,070)	145,630	125,319	20,311
Tuition -County Voc School Dist.-Regular	524,760	(25,560)	499,200	492,960	6,240
Tuition -County Voc School Dist.-Special	229,400	(1,516)	227,884	227,884	-
Tuition - State Facilities	17,699	-	17,699	17,699	-
Tuition - Other		-			-
Tuition - Other LEAs Within State-Regular	-	15,424	15,424	13,718	1,706
Tuition - Other LEAs Within State-Special	167,113	38,376	205,489	205,424	65
<b>Total Undistributed Expenditures - Instruction:</b>	<b>2,481,504</b>	<b>207,717</b>	<b>2,689,221</b>	<b>2,491,975</b>	<b>197,246</b>
<b>Undistributed Expend. - Attendance &amp; Social Work</b>					
Salaries		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Undistributed Expend. - Attendance &amp; Social Work</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Undist. Expend. - Health Services</b>					
Salaries	156,500	-	156,500	154,893	1,607
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)	850	-	850	199	651
Supplies and Materials	11,200	529	11,729	5,480	6,249
Other Objects	1,075	-	1,075	320	755
<b>Total Undistributed Expenditures - Health Services</b>	<b>169,625</b>	<b>529</b>	<b>170,154</b>	<b>160,892</b>	<b>9,262</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>					
Salaries of Other Professional Staff	39,412	(3,803)	35,609	35,609	-
Purchased Professional - Educational Services	232,210	(43,012)	189,198	160,714	28,484
Supplies and Materials		-			-
<b>Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>	<b>271,622</b>	<b>(46,815)</b>	<b>224,807</b>	<b>196,323</b>	<b>28,484</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.</b>					
Salaries	155,322	93,000	248,322	247,760	562
<b>Total Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.</b>	<b>155,322</b>	<b>93,000</b>	<b>248,322</b>	<b>247,760</b>	<b>562</b>
<b>Undist. Expend. - Other Supp. Serv. Students-Reg.</b>					
Salaries of Other Professional Staff	357,160	(1,100)	356,060	352,624	3,436
Salaries of Secretarial and Clerical Assistants	153,545	1,100	154,645	154,603	42
Other Salaries		-			-
Purchased Professional - Educational Services		-			-
Other Purchased Prof. and Tech. Services	6,000	-	6,000	6,000	-
Other Purchased Services (400-500 series)	1,090	500	1,590	846	744
Supplies and Materials	3,250	100	3,350	2,793	557
Other Objects	22,462	(600)	21,862	11,627	10,235
<b>Total Undist. Expend. - Other Supp. Serv. Students-Reg.</b>	<b>543,507</b>	<b>-</b>	<b>543,507</b>	<b>528,493</b>	<b>15,014</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Special</b>					
Salaries of Other Professional Staff	642,575	(218,772)	423,803	419,763	4,040
Salaries of Secretarial and Clerical Assistants	72,502	370	72,872	72,868	4
Purchased Professional Educational Services		-			-
Misc. Purch Serv (400 - 500 series o/than resid costs)	4,000	-	4,000	2,366	1,634
Supplies and Materials	4,000	(480)	3,520	2,736	784

Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2017

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Objects	4,850	-	4,850	3,775	1,075
<b>Total Undist. Expend. - Other Supp. Serv. Students - Special</b>	<b>727,927</b>	<b>(218,882)</b>	<b>509,045</b>	<b>501,508</b>	<b>7,537</b>
<b>Undist. Expend. - Improvement of Inst. Serv.</b>					
Salaries of Supervisor of Instruction	807,342	(122,000)	685,342	682,864	2,478
Salaries of Other Professional Staff	42,447	(20,102)	22,345	19,485	2,860
Salaries of Secr and Clerical Assist.	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Prof- Educational Services	-	18,109	18,109	18,109	-
Other Purch Prof. and Tech. Services	-	-	-	-	-
Other Purch Services (400-500)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	1,000	1,000	2,000	6	1,994
<b>Total Undist. Expend. - Improvement of Inst. Serv.</b>	<b>850,789</b>	<b>(122,993)</b>	<b>727,796</b>	<b>720,464</b>	<b>7,332</b>
<b>Undist. Expend. - Edu. Media Serv./Sch. Library</b>					
Salaries	197,554	21,600	219,154	205,579	13,575
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	15,435	8,884	24,319	22,712	1,607
Other Objects	4,700	3,214	7,914	7,914	-
<b>Total Undist. Expend. - Edu. Media Serv./Sch. Library</b>	<b>217,689</b>	<b>33,698</b>	<b>251,387</b>	<b>236,205</b>	<b>15,182</b>
<b>Undist. Expend. - Instructional Staff Training Serv.</b>					
Salaries of Supervisors of Instruction	2,000	(865)	1,135	-	1,135
Salaries of Other Professional Staff	-	-	-	-	-
Salaries of Secretarial and Clerical Assist	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Professional - Educational Serv	-	-	-	-	-
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	16,700	865	17,565	16,036	1,529
Supplies and Materials	1,000	-	1,000	30	970
Other Objects	200	-	200	-	200
<b>Total Undist. Expend. - Instructional Staff Training Serv.</b>	<b>19,900</b>	<b>-</b>	<b>19,900</b>	<b>16,066</b>	<b>3,834</b>
<b>Undist. Expend. - Supp. Serv. - General Admin.</b>					
Salaries	200,935	100	201,035	200,971	64
Legal Services	45,000	4,600	49,600	46,565	3,035
Audit Fees	31,750	-	31,750	31,750	-
Other Purchased Professional Services	1,000	900	1,900	900	1,000
Communications/Telephone	38,440	11,030	49,470	48,942	528
BOE Other Purchased Services	1,500	3,900	5,400	5,192	208
Other Purchased Services (400-500 series)	84,825	8,278	93,103	86,490	6,613
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Rental	-	-	-	-	-
Travel	-	-	-	-	-
Supplies and Materials	5,000	2,450	7,450	6,889	561
General Supplies	-	-	-	-	-
BOE In house Training/Meeting Supplies	-	50	50	48	2
BOE Membership Dues and Fees	12,600	-	12,600	12,524	76
Judgements Against The School Distric	-	-	-	-	-
Miscellaneous Expenditures	14,750	10,326	25,076	21,151	3,925
<b>Total Undist. Expend. - Supp. Serv. - General Admin.</b>	<b>435,800</b>	<b>41,634</b>	<b>477,434</b>	<b>461,422</b>	<b>16,012</b>
<b>Undist. Expend. - Support Serv. - School Admin.</b>					
Salaries of Principals/Assistant Principals	216,184	40,400	256,584	256,567	17
Salaries of Other Professional Staff	168,473	-	168,473	168,473	-
Salaries of Secretarial and Clerical Assistants	193,637	14,100	207,737	207,658	79
Other Salaries	-	-	-	-	-
Purchased Professional and Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	1,000	-	1,000	624	376
Supplies and Materials	4,436	2,816	7,252	6,908	344
Other Objects	7,700	2,257	9,957	9,796	161
<b>Total Undist. Expend. - Support Serv. - School Admin.</b>	<b>591,430</b>	<b>59,573</b>	<b>651,003</b>	<b>650,026</b>	<b>977</b>
<b>Undist. Expend. - Central Services</b>					
Salaries	253,616	36,265	289,881	284,111	5,770
Purchased Professional Services	-	-	-	-	-
Other Purchased Services (400-500 series)	7,500	3,172	10,672	10,521	151
Sale/Lease Back Payments	-	-	-	-	-
Supplies and Materials	9,280	7,996	17,276	17,000	276
Interest on Current Loans	-	-	-	-	-
Miscellaneous Expenditures	-	4,557	4,557	3,961	596
<b>Total Undist. Expend. - Central Services</b>	<b>270,396</b>	<b>51,990</b>	<b>322,386</b>	<b>315,593</b>	<b>6,793</b>
<b>Undist. Expend. - Admin. Info. Tech.</b>					

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2017**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Salaries	10,500	-	10,500	10,500	-
Other Purchased Services (400-500 series)	3,000	(1,500)	1,500	1,463	37
Supplies and Materials	-	5,650	5,650	5,185	465
<b>Total Undist. Expend. - Admin. Info. Tech.</b>	<u>13,500</u>	<u>4,150</u>	<u>17,650</u>	<u>17,148</u>	<u>502</u>
<b>Undist. Expend. - Required Maint.- School Facilities</b>					
Salaries	236,860	1,100	237,960	212,106	25,854
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Salaries of Other Professional Staff	-	-	-	-	-
Cleaning, Repair and Maintenance Services	376,295	(36,305)	339,990	319,369	20,621
Other Purchased Property Services	-	-	-	-	-
Insurance	-	-	-	-	-
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	133,525	(1,788)	131,737	113,350	18,387
Energy (Energy and Electricity)	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Undist. Expend. - Required Maint.- School Facilities</b>	<u>746,680</u>	<u>(36,993)</u>	<u>709,687</u>	<u>644,825</u>	<u>64,862</u>
<b>Undist. Expend. - Oth. Oper. &amp; Maint. of Plant</b>					
Salaries	434,667	29,010	463,677	463,549	128
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	73,080	3,700	76,780	76,728	52
Purchased Professional and Technical Services	-	-	-	-	-
Cleaning, Repair and Maintenance Services	-	-	-	-	-
Other Purchased Property Services	27,000	8,954	35,954	25,881	10,073
Insurance	142,397	(7,000)	135,397	132,220	3,177
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	85,000	(28,464)	56,536	50,923	5,613
Energy (Electricity)	224,857	5,600	230,457	230,385	72
Energy (Natural Gas)	130,000	(20,437)	109,563	107,461	2,102
Other Objects	8,000	3,000	11,000	10,751	249
<b>Total Undist. Expend. - Other Oper. &amp; Maint. Of Plant</b>	<u>1,125,001</u>	<u>(5,637)</u>	<u>1,119,364</u>	<u>1,097,898</u>	<u>21,466</u>
<b>Undist. Expend. - Care &amp; Upkeep of Grounds</b>					
Salaries	154,197	8,000	162,197	159,663	2,534
Cleaning, Repair and Maintenance Services	9,655	2,000	11,655	10,781	874
<b>Total Undist. Expend. - Care &amp; Upkeep of Grounds</b>	<u>163,852</u>	<u>10,000</u>	<u>173,852</u>	<u>170,444</u>	<u>3,408</u>
<b>Undist. Expend. - Security</b>					
Salaries	28,032	-	28,032	28,031	1
General Supplies	-	413	413	413	-
Cleaning, Repair and Maintenance Services	-	-	-	-	-
<b>Total Undist. Expend. - Security</b>	<u>28,032</u>	<u>413</u>	<u>28,445</u>	<u>28,444</u>	<u>1</u>
<b>Undist. Expend. - Student Transportation Serv.</b>					
Management Fees - ESC & CTSA Transportation Programs	-	-	-	-	-
Salaries for pupil trans - (Between Home and School) - Reg	454,853	64,983	519,836	519,621	215
Salaries for pupil trans - (Between Home and School) - Sp Ed	-	-	-	-	-
Salaries for pupil trans - (Other than Bet. Home and School)	57,000	(100)	56,900	51,964	4,936
Cleaning, Repair and Maintenance Services	88,000	13,481	101,481	101,438	43
Lease Purchase Payments - School Buses	116,235	(31,000)	85,235	85,144	91
Contract Services - (Other than Bet. Home and School) - Vendors	500	2,097	2,597	2,097	500
Contract Services - (Between Home and School) - Vendors	342,053	21,158	363,211	332,348	30,863
Contract Services - (Between Home and School) - Joint	187,129	(46,900)	140,229	140,063	166
Contract Services - (Special Ed Stds) - Vendors	-	-	-	-	-
Contract Services - (Special Ed Stds) - Joint	-	-	-	-	-
Contract Services - (Reg Ed Stds) - ESCs & CTSA	137,429	(26,551)	110,878	108,246	2,632
Contract Services - (Special Ed Stds) - ESCs & CTSA	157,312	233,000	390,312	380,767	9,545
Contract Services - Aid in Lieu Of Pymts-NonPub Sch	121,108	(37,760)	83,348	81,320	2,028
Miscellaneous Purchased Services-Transportation	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Transportation Supplies	76,000	9,356	85,356	64,493	20,863
Other Objects	7,440	15,018	22,458	16,263	6,195
<b>Total Undist. Expend. - Student Transportation Serv.</b>	<u>1,745,059</u>	<u>216,782</u>	<u>1,961,841</u>	<u>1,883,764</u>	<u>78,077</u>
<b>Undist. Expend. - Business and Other Support Serv.</b>					
Salaries	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Insurance	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Interest on Current Loans	-	-	-	-	-
<b>Total Undist. Expend. - Business and Other Support Serv.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Undist. Expend. - Food Services</b>					

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Transfers to Cover Deficit (Enterprise Fund)	-	50,000	50,000	50,000	-
<b>Total Undist. Expend. - Food Services</b>	<b>-</b>	<b>50,000</b>	<b>50,000</b>	<b>50,000</b>	<b>-</b>
<b>UNALLOCATED BENEFITS</b>					
Group Insurance		-			-
Social Security Contributions	300,000	18,000	318,000	317,956	44
T.P.A.F. Contributions - ERIP		-			-
Other Retirement Contributions - Regular	251,906	92,581	344,487	344,444	43
Interest for Lease Purchase		-			-
Unemployment Compensation		-			-
Workmen's Compensation	214,817	(31,129)	183,688	183,687	1
Health Benefits	4,752,626	(157,203)	4,595,423	4,520,204	75,219
Tuition Reimbursement	28,000	-	28,000	21,412	6,588
Other Employee Benefits	98,941	6,200	105,141	93,829	11,312
<b>TOTAL UNALLOCATED BENEFITS</b>	<b>5,646,290</b>	<b>(71,551)</b>	<b>5,574,739</b>	<b>5,481,532</b>	<b>93,207</b>
On-Behalf TPAF Pension Contributions (non-budgeted)		-		985,685	(985,685)
On-Behalf TPAF Post-Retirement Medical Contributions (non-budgeted)		-		823,378	(823,378)
Reimbursed TPAF Social Security Contributions (non-budgeted)		-		666,257	(666,257)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,475,320</b>	<b>(2,475,320)</b>
<b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>	<b>5,646,290</b>	<b>(71,551)</b>	<b>5,574,739</b>	<b>7,956,852</b>	<b>(2,382,113)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>16,203,925</b>	<b>266,615</b>	<b>16,470,540</b>	<b>18,376,102</b>	<b>(1,905,562)</b>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>24,987,885</b>	<b>79,041</b>	<b>25,066,926</b>	<b>26,616,749</b>	<b>(1,549,823)</b>
<b>CAPITAL OUTLAY</b>					
<b>Equipment</b>					
<b>Regular Programs - Instruction:</b>					
Preschool/Kindergarten		-			-
Grades 1-5		-			-
Grades 6-8		-			-
Grades 9-12	237,035	169,000	406,035	405,990	45
Home Instruction		-			-
<b>Special Education - Instruction:</b>					
Cognitive - Mild		-			-
Cognitive - Moderate		-			-
Learning and/or Language Disabilities		-			-
Visual Impairments		-			-
Auditory Impairments		-			-
Behavioral Disabilities		-			-
Multiple Disabilities		-			-
Resource Room/Resource Center		-			-
Autism		-			-
Preschool Disabilities - Part-Time		-			-
Preschool Disabilities - Full-Time		-			-
Cognitive - Severe		-			-
Basic Skills/Remedial - Instruction		-			-
Bilingual Education - Instruction		-			-
Vocational Programs - Local - Instruction		-			-
School-Sponsored and Other Instructional Program	6,000	(2,000)	4,000	-	4,000
Undistributed Expenditures - Instruction		-			-
Undist.Expend.-Support Serv.-Students - Reg.	-	4,497	4,497	4,497	-
Undist.Expend.-Non-Instructional Services	-	3,500	3,500	3,246	254
Undistributed Expenditures - General Admin.	-	8,557	8,557	8,557	-
Undistributed Expenditures - Central Services		-			-
Undistributed Expenditures - School Admin.		-			-
Undistributed Expenditures - Plant Maintenance	10,671	5,440	16,111	16,111	-
Undistributed Expenditures - Operation of Plant Services	50	54,485	54,535	48,826	5,709
Undistributed Expenditures - Security		-			-
Schools Buses - Regular	-	84,000	84,000	83,795	205
Special Schools (All Programs)		-			-
<b>Total Equipment</b>	<b>253,756</b>	<b>327,479</b>	<b>581,235</b>	<b>571,022</b>	<b>10,213</b>
<b>Facilities Acquisition and Construction Services</b>					
Construction Services	230,189	-	230,189	230,189	-
Other Purchased Prof. Service		-			-
Lease Purchase Agreements		-			-
<b>Total Facilities Acquisition and Construction Services</b>	<b>230,189</b>	<b>-</b>	<b>230,189</b>	<b>230,189</b>	<b>-</b>
<b>Assets Acquired Under Capital Leases (non-budgeted)</b>					

**Monmouth Regional High School District  
Budgetary Comparison Schedule  
General Fund  
Fiscal Year Ended June 30, 2017**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>Undistributed Expenditures:</b>					
Capital Leases		-			-
<b>Assets Acquired Under Capital Leases (non-budgeted)</b>	-		-	-	-
	-				
<b>TOTAL CAPITAL OUTLAY</b>	483,945	327,479	811,424	801,211	10,213
<b>SPECIAL SCHOOLS</b>					
<b>Summer School - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Summer School - Instruction</b>	-	-	-	-	-
<b>Summer School - Support Services</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Summer School - Support Services</b>	-	-	-	-	-
<b>Total Summer School</b>	-	-	-	-	-
<b>Other Special Schools - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Other Special Schools - Instruction</b>	-	-	-	-	-
<b>Other Special Schools - Support Services</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Other Special Schools - Support Services</b>	-	-	-	-	-
<b>Total Other Special Schools</b>	-	-	-	-	-
<b>Accred. Even./Adult H.S./Post-Grad.-Inst.</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Accred. Even./Adult H.S./Post-Grad.-Inst.</b>	-	-	-	-	-
<b>Accred. Even./Adult H.S./Post-Grad.-Supp. Service</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service</b>	-	-	-	-	-
<b>Total Accred. Even./Adult H.S./Post-Grad.</b>	-	-	-	-	-
<b>Adult Education-Local-Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-



**Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2017**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Adult Education-Local-Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Adult Education-Local -Support Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Adult Education-Local -Support Serv.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Adult Education-Local</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Vocational Evening-Local-Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Vocational Evening-Local-Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Vocational Evening-Local-Support Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Vocational Evening-Local-Support Serv.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Vocational Evening-Local</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Even.-Sch.-Foreign-Born-Local-Inst.</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Even.-Sch.-Foreign-Born-Local-Inst.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Even.-Sch.-Foreign-Born-Local-Sup. Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Even.-Sch.-Foreign-Born-Local-Sup. Serv.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Even.-Sch.-Foreign-Born-Local</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL SPECIAL SCHOOLS</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Transfer of Funds to Charter Schools</b>					-
<b>TOTAL EXPENDITURES</b>	<u>25,471,830</u>	<u>406,520</u>	<u>25,878,350</u>	<u>27,417,960</u>	<u>(1,539,610)</u>

Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2017

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	(709,110)	(406,520)	(1,115,630)	150,724	1,266,354
Other Financing Sources (Uses):					
Prior Period Adjustment for Fund 20 Expenditures				16,386	
Capital Leases (non-budgeted)					
Transfer from Capital Projects				(600,000)	-
Transfer to Capital Projects Fund	(600,000)	-	(600,000)		
Maintenance Reserve Depletion					
Capital Reserve Contribution				230,189	
Total Other Financing Sources:	(600,000)	-	(600,000)	(353,425)	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(1,309,110)	(406,520)	(1,715,630)	(202,701)	1,266,354
Fund Balance, July 1	(974,213)	346,639	(1,320,852)	2,146,115	(3,466,967)
Fund Balance, June 30	<u>\$ (2,283,323)</u>	<u>\$ (59,881)</u>	<u>\$ (3,036,482)</u>	<u>\$ 1,943,414</u>	<u>\$ (2,200,613)</u>
Recapitulation:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 82,537	
Reserve for Excess Surplus				739,685	
Reserve for Capital Reserve				43,122	
Reserve for Maintenance				37,225	
Committed Fund Balance:					
Reserve for Encumbrances				146,143	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				197,101	
Unrestricted Fund Balance				697,601	
				<u>1,943,414</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(324,645)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 1,618,769</u>	

**Monmouth Regional High School District  
Budgetary Comparison Schedule  
Special Revenue Fund  
For the Fiscal Year Ended June 30, 2017**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources		-			\$ -
State Sources	68,604	49,687	118,291	115,406	(2,885)
Federal Sources	354,163	207,432	561,595	345,696	(215,899)
<b>Total Revenues</b>	<b>422,767</b>	<b>257,119</b>	<b>679,886</b>	<b>461,102</b>	<b>(218,784)</b>
<b>EXPENDITURES:</b>					
<b>Instruction</b>					
Salaries of Teachers	354,163	(304,470)	49,693	22,163	27,530
Other Salaries for Instruction		-			-
Other Salaries		5,000	5,000		5,000
Purchased Professional - Educational Services		-			-
Purchased Professional and Technical Services		-			-
Supplies and Materials		63,223	63,223		63,223
Other Purchased Services (400-500 series)		-			-
General Supplies	7,006	19,248	26,254	23,365	2,889
Textbooks	15,871	10,182	26,053	26,053	-
Tuition		242,986	242,986	242,986	-
Other Objects		-			-
<b>Total Instruction</b>	<b>377,040</b>	<b>36,169</b>	<b>413,209</b>	<b>314,567</b>	<b>98,642</b>
<b>Support Services</b>					
Salaries of Other Professional Staff		-			-
Salaries of Secretaries & Clerical Assistants		-			-
Other Salaries		-			-
Personal Services - Employee Benefits		9,080	9,080	5,833	3,247
Purchased Professional Services	45,727	65,922	111,649	24,427	87,222
Other Purchased Professional Services		-			-
Other Purchased Professional and Technical Services		29,624	29,624	25,485	4,139
Rentals		-			-
Contracted Services Transportation		-			-
Tuition		-			-
Travel		-			-
Other Purchased Services (400-500 series)		77,356	77,356	74,986	2,370
Supplies & Materials		38,968	38,968	15,804	23,164
Other Objects		-			-
<b>Total Support Services</b>	<b>45,727</b>	<b>220,950</b>	<b>266,677</b>	<b>146,535</b>	<b>120,142</b>
<b>Facilities Acquisition and Construction Services:</b>					
Buildings		-			-
Instructional Equipment		-			-
Noninstructional Equipment		-			-
<b>Total Facilities Acquisition and Construction Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Transfer to Charter School</b>					
<b>Total Expenditures</b>	<b>422,767</b>	<b>257,119</b>	<b>679,886</b>	<b>461,102</b>	<b>218,784</b>

Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 Special Revenue Fund  
 For the Fiscal Year Ended June 30, 2017

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Other Financing Sources (Uses)</b>					
Transfer in from General Fund		-			-
Transfer Out to Whole School Reform (General Fund)		-			-
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-	-
<b>Total Outflows</b>	422,767	257,119	679,886	461,102	218,784
<b>Excess (Deficiency) of Revenues Over (Under)     Expenditures and Other Financing Sources (Uses)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

***NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
PART II***

Monmouth Regional High School District  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 Note to RSI  
 For the Fiscal Year Ended June 30, 2017

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

		General Fund		Special Revenue Fund
<b>Sources/inflows of resources</b>				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	[C-1]	\$ 27,568,684	[C-2]	\$ 461,102
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(324,645)		
Prior year state aid payment recognized for GAAP purposes in current year		314,257		
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	\$ 27,558,296	[B-2]	\$ 461,102
<b>Uses/outflows of resources</b>				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	27,417,960	[C-2]	461,102
Differences - budget to GAAP				
The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.				
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (outflows) to general fund				-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	\$ 27,417,960	[B-2]	\$ 461,102

***REQUIRED SUPPLEMENTARY INFORMATION  
PART III***

***SCHEDULES RELATED TO ACCOUNTING AND REPORTING  
FOR PENSIONS (GASB 68)***



**Monmouth Regional High School District**  
**Schedules of Required Supplementary Information**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE**  
**OF THE NET PENSION LIABILITY**  
**PERS**  
**Last Three Fiscal Year\***

	<u>2015</u>	<u>2016</u>	<u>2017</u>
District's proportion of the net pension liability	0.0345%	0.0367%	0.0383%
District's proportionate share of the net pension liability	\$ 6,460,365	\$ 8,234,598	\$ 11,336,703
District's covered employee payroll	\$ 2,470,566	\$ 2,569,625	\$ 2,605,356
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	261.49%	320.46%	435.13%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%

\* This schedule does not contain ten years of information since GASB #68 was implemented during the fiscal year ending June 30, 2015.

**Monmouth Regional High School District**  
**Schedules of Required Supplementary Information**  
**SCHEDULE OF DISTRICT CONTRIBUTIONS**  
**PERS**  
**Last Three Fiscal Year\***

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually required contribution	\$ 284,458	315,376	340,052
Contributions in relation to the contractually required contribution	\$ (284,458)	(315,376)	(340,052)
Contribution deficiency (excess)	<u>\$ 0</u>	<u>0</u>	<u>0</u>
District's covered employee payroll	\$ 2,470,566	\$ 2,569,625	\$ 2,605,356
Contributions as a percentage of its covered-employee payroll	11.51%	12.27%	13.05%

\* This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

**Monmouth Regional High School District**  
**Schedules of Required Supplementary Information**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE**  
**OF THE NET PENSION LIABILITY**  
**TPAF**  
**Last Three Fiscal Year\***

	<u>2015</u>	<u>2016</u>	<u>2017</u>
District's proportion of the net pension liability	0.0897%	0.0905%	0.0877%
State's proportionate share of the net pension liability attributable to the District	\$ 47,958,033	\$ 57,262,745	\$ 69,003,690
District's covered employee payroll	\$ 8,995,207	\$ 9,218,554	\$ 8,752,057
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	533.15%	621.17%	788.43%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%

\* This schedule does not contain ten years of information since GASB #68 was implemented during the fiscal year ending June 30, 2015.

*NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
PART III*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Notes to Required Supplementary Information - Part III**  
**For the Year Ended June 30, 2017**

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were no changes.

Changes of Assumptions

The discount rate changed from 4.9% as of June 30, 2015 to 3.98% as of June 30, 2016. The inflation rate changed from 3.04% as of June 30, 2015 to 3.08% as of June 30, 2016.

B. TEACHERS PENSION AND ANNUITY FUND (TPAF)

Benefit Changes

There were no changes.

Changes of Assumptions

The discount rate changed from 4.13% as of June 30, 2015 to 3.22% as of June 30, 2016.

*OTHER SUPPLEMENTARY INFORMATION*

***SCHOOL BASED BUDGET SCHEDULES***

NOT APPLICABLE

***SPECIAL REVENUE FUND  
DETAIL STATEMENTS***

The Special Revenue Fund is 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.



Monmouth Regional High School District  
 Special Revenue Fund  
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2017

	Total Brought Forward (Ex. E-1a)	Title I	Title I 2015-2016 (Carryover)	Title III Immigrant Aid	I.D.E.A. Part B Basic	I.D.E.A. Part B Basic 2015-2016 (Carryover)	Peskoe Grant	Total
<b>REVENUES</b>								
Local Sources	\$ -							\$ -
State Sources	115,406							115,406
Federal Sources	32,908	9,909	13,648	1,818	278,748	8,665		345,696
<b>Total Revenues</b>	<b>148,314</b>	<b>9,909</b>	<b>13,648</b>	<b>1,818</b>	<b>278,748</b>	<b>8,665</b>	<b>-</b>	<b>461,102</b>
<b>EXPENDITURES:</b>								
<b>Instruction:</b>								
Salaries of Teachers	-	9,909	12,254					22,163
Other Salaries for Instruction	-							-
Purchased Professional - Educational Services	-						-	-
Purchased Professional and Technical Services	-							-
Other Purchased Services (400-500 series)	-							-
Tuition	-				242,986			242,986
General Supplies	14,367			1,818	7,180			23,365
Textbooks	26,053							26,053
Other Objects	-							-
Supplies and Materials	-							-
<b>Total instruction</b>	<b>40,420</b>	<b>9,909</b>	<b>12,254</b>	<b>1,818</b>	<b>250,166</b>	<b>-</b>	<b>-</b>	<b>314,567</b>
<b>Support services:</b>								
Salaries of Secretarial and Clerical Assists.	-							-
Other Salaries	-							-
Personal Services - Employee Benefits	4,439		1,394					5,833
Purchased Professional Services	-				15,762	8,665		24,427
Other Purchased Professional and Technical Services	25,485							25,485
Purchased Technical Services	-							-
Rentals	-							-
Travel	-							-
Other Purchased Services	74,986							74,986
Supplies & Materials	2,984				12,820			15,804
<b>Total support services</b>	<b>107,894</b>	<b>-</b>	<b>1,394</b>	<b>-</b>	<b>28,582</b>	<b>8,665</b>	<b>-</b>	<b>146,535</b>

Monmouth Regional High School District  
 Special Revenue Fund  
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2017

	Total Brought Forward (Ex. E-1a)	Title I	Title I 2015-2016 (Carryover)	Title III Immigrant Aid	I.D.E.A. Part B Basic	I.D.E.A. Part B Basic 2015-2016 (Carryover)	Peskoe Grant	Total
<b>EXPENDITURES (CONT'D):</b>								
<b>Facilities acquisition and const. serv.:</b>								
Buildings	-							-
Instructional Equipment	-							-
Noninstructional Equipment	-							-
<b>Total facilities acquisition and const. serv.</b>	-	-	-	-	-	-	-	-
Transfer to Charter Schools	-							-
<b>Total Expenditures</b>	<b>148,314</b>	<b>9,909</b>	<b>13,648</b>	<b>1,818</b>	<b>278,748</b>	<b>8,665</b>	<b>-</b>	<b>461,102</b>
<b>Other Financing Sources (Uses)</b>								
Transfer In from General Fund	-							-
Contribution to Whole School Reform	-							-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outflows</b>	<b>148,314</b>	<b>9,909</b>	<b>13,648</b>	<b>1,818</b>	<b>278,748</b>	<b>8,665</b>	<b>-</b>	<b>461,102</b>
<b>Excess (Deficiency) of Revenues Over (Under)</b>								
<b>Expenditures and Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Monmouth Regional High School District  
Special Revenue Fund  
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
For the Fiscal Year Ended June 30, 2017**

	N.J. Nonpublic Handicapped Services Ch. 193							Title II Part A	Total Carried Forward
	Supplemental Instruction	Examination & Classification	Nonpublic Technology	Nonpublic Nursing	Nonpublic Security	Nonpublic Textbooks	Title II Part A	2015-2016 (Carryover)	
<b>REVENUES</b>									
Local Sources									\$ -
State Sources	8,632	25,404	8,867	40,950	5,500	26,053			115,406
Federal Sources							28,469	4,439	32,908
<b>Total Revenues</b>	<b>8,632</b>	<b>25,404</b>	<b>8,867</b>	<b>40,950</b>	<b>5,500</b>	<b>26,053</b>	<b>28,469</b>	<b>4,439</b>	<b>148,314</b>
<b>EXPENDITURES:</b>									
<b>Instruction:</b>									
Salaries of Teachers									-
Other Salaries for Instruction									-
Purchased Professional - Educational Services									-
Purchased Professional and Technical Services									-
Other Purchased Services (400-500 series)									-
Tuition									-
General Supplies			8,867		5,500				14,367
Textbooks					-	26,053			26,053
Other Objects									-
Supplies and Materials									-
<b>Total instruction</b>	<b>-</b>	<b>-</b>	<b>8,867</b>	<b>-</b>	<b>5,500</b>	<b>26,053</b>	<b>-</b>	<b>-</b>	<b>40,420</b>
<b>Support services:</b>									
Salaries of Secretarial and Clerical Assists.									-
Other Salaries									-
Personal Services - Employee Benefits								4,439	4,439
Purchased Professional Services									-
Other Purchased Professional and Technical Services							25,485		25,485
Purchased Technical Services									-
Rentals									-
Travel									-
Other Purchased Services	8,632	25,404		40,950					74,986
Supplies & Materials							2,984		2,984
<b>Total support services</b>	<b>8,632</b>	<b>25,404</b>	<b>-</b>	<b>40,950</b>			<b>28,469</b>	<b>4,439</b>	<b>107,894</b>

Monmouth Regional High School District  
 Special Revenue Fund  
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2017

	N.J. Nonpublic Handicapped Services Ch. 193						Title II Part A	Total Carried Forward
	Supplemental Instruction	Examination & Classification	Nonpublic Technology	Nonpublic Nursing	Nonpublic Security	Nonpublic Textbooks	Title II Part A	(Carryover) 2015-2016
<b>EXPENDITURES (CONT'D):</b>								
<b>Facilities acquisition and const. serv.:</b>								
Buildings								-
Instructional Equipment								-
Noninstructional Equipment								-
<b>Total facilities acquisition and const. serv.</b>	-	-	-	-	-	-	-	-
Transfer to Charter Schools								-
<b>Total Expenditures</b>	8,632	25,404	8,867	40,950	5,500	26,053	28,469	4,439
<b>Other Financing Sources (Uses)</b>								
Transfer in from General Fund								-
Contribution to Whole School Reform								-
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-	-	-	-	-
<b>Total Outflows</b>	8,632	25,404	8,867	40,950	5,500	26,053	28,469	4,439
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

***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.

**Monmouth Regional High School District  
Capital Projects Fund  
Summary Schedule of Project Expenditures  
For the Fiscal Year Ended June 30, 2017**

<u>Project Title/Issue</u>	<u>Original Date</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Adjustments</u>	<u>Unexpended Balance June 30, 2017</u>
			<u>Prior Years</u>	<u>Current Year</u>		
Improvements to Existing School Buildings:						
Renovations to the girl's locker room, science classrooms, storage room and asbestos removal	11/6/2012	6,149,000	5,897,379	106,060	(2,911)	142,650
Summer Project - Security Entrance	7/14/2016	\$ 600,000	-	583,614	(16,386)	-
		<u>\$ 6,749,000</u>	<u>\$ 5,897,379</u>	<u>\$ 689,674</u>	<u>\$ (19,297)</u>	<u>\$ 142,650</u>

## Exhibit F-2

**Monmouth Regional High School District  
Capital Projects Fund  
Summary Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budgetary Basis  
For the Year Ended June 30, 2017**

**Revenues and Other Financing Sources:**

Transfers from Capital Reserve	600,000
Interest Income	
Transfers from Capital Outlay	
Total Revenues	<u>600,000</u>

**Expenditures and Other Financing Uses:**

Transfers to Capital Reserve	16,386
Purchased Professional and Technical Services	
Land and Improvements	
Construction services	633,319
Bond Issuance Costs	
Equipment Purchases	<u>56,355</u>
Total Expenditures	<u>706,060</u>

Excess (Deficiency) of revenues over (under) expenditures	(106,060)
Fund Balance - Beginning	<u>248,710</u>
Fund Balance - Ending	<u>\$ 142,650</u>

**Monmouth Regional High School District**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Summer Project - Security Entrance**  
**From Inception and for the Year Ended June 30, 2017**

	<u>Prior Periods</u>	<u>Current Period</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources:</b>				
Transfer from Capital Reserve	-	583,614	583,614	600,000
Total Revenues	-	583,614	583,614	600,000
<b>Expenditures and Other Financing Uses:</b>				
Other Purchased Professional and Technical Services	-	417,614	417,614	-
Construction services	-	166,000	166,000	-
Total Expenditures	-	583,614	583,614	-
Excess (Deficiency) of revenues over (under) expenses	\$ -	\$ -	\$ -	\$ 600,000



**Monmouth Regional High School District**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Additions and Improvements to Existing School Building**  
**From Inception and for the Year Ended June 30, 2017**

	<u>Prior Periods</u>	<u>Current Period</u>	<u>Adjustments</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources:</b>					
Proceeds from Issuance of Serial Bonds	\$ 6,149,000			6,149,000	6,149,000
Total Revenues	<u>6,149,000</u>	<u>-</u>	<u>-</u>	<u>6,149,000</u>	<u>6,149,000</u>
<b>Expenditures and Other Financing Uses:</b>					
Other Purchased Professional and Technical Services				-	
Construction services	5,897,379	106,060	2,911	6,006,350	6,149,000
Total Expenditures	<u>5,897,379</u>	<u>106,060</u>	<u>2,911</u>	<u>6,006,350</u>	<u>6,149,000</u>
Excess (Deficiency) of revenues over (under) expenses	<u>\$ 251,621</u>	<u>\$ (106,060)</u>	<u>\$ (2,911)</u>	<u>\$ 142,650</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date/Letter of Notification	
Bond Authorization/Referendum Date	11/6/2012
Bonds Authorized	\$6,149,000
Bonds Issued	\$6,149,000
Original Project Authorized Cost	\$6,149,000
Additional Authorized Cost	\$0
Revised Authorized Cost	\$6,149,000
Percentage Increase Over	
Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	9/30/2016

***PROPRIETARY FUNDS  
DETAIL STATEMENTS***

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

**Food Services Fund** - This fund provides for the operation of food services in all schools within the school district.

**THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.**

***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 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.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 COUNTY OF MONMOUTH  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trust	Agency Fund	Total
ASSETS:					
Cash and Cash Equivalents	\$ 398,974	\$ 42,412	\$ -	\$ 137,122	\$ 578,508
Total Assets	\$ 398,974	\$ 42,412	\$ -	\$ 137,122	\$ 578,508
LIABILITIES:					
Payable to Student Groups	\$ -	\$ -	\$ -	\$ 113,718	\$ 113,718
Payroll Deductions and Withholdings	-	-	-	23,404	23,404
Total Liabilities	\$ -	\$ -	\$ -	\$ 137,122	\$ 137,122
NET ASSETS:					
Held in Trust for Unemployment Claims and Other Purpose	\$ 398,974	\$ -	\$ -	-	\$ 398,974
Reserved for Scholarships	-	42,412	-	-	42,412
Reserved for Other Trust	-	-	-	-	-
Total Net Assets	\$ 398,974	\$ 42,412	\$ -	-	\$ 441,386

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts	Total
<b>ADDITIONS:</b>				
Contributions:				
Plan Member	\$ 34,651	\$ 24,735	\$ -	\$ 59,386
Other	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Contributions	\$ 34,651	\$ 24,735	\$ -	\$ 59,386
Investment Earnings:				
Interest & Dividends	\$ 287	\$ 19	\$ -	\$ 306
Net Investment Earnings	<u>287</u>	<u>19</u>	<u>-</u>	<u>306</u>
<b>Total Additions</b>	<u>\$ 34,938</u>	<u>\$ 24,754</u>	<u>\$ -</u>	<u>\$ 59,692</u>
<b>DEDUCTIONS:</b>				
Quarterly Contribution Reports	\$ 9,907	\$ -	\$ -	\$ 9,907
Unemployment Claims	17,902	-	-	17,902
Scholarships Awarded	<u>          </u>	<u>30,057</u>	<u>108</u>	<u>-</u>
Miscellaneous	<u>          </u>	<u>          </u>	<u>          </u>	<u>30,165</u>
<b>Total Deductions</b>	<u>\$ 27,809</u>	<u>\$ 30,057</u>	<u>\$ 108</u>	<u>\$ 57,974</u>
<b>Change in Net Assets</b>	\$ 7,129	\$ (5,303)	\$ (108)	\$ 1,718
<b>Net Assets - Beginning of Fiscal Year</b>	<u>\$ 391,845</u>	<u>\$ 42,304</u>	<u>\$ 108</u>	<u>\$ 434,257</u>
<b>Net Assets - End of Fiscal Year</b>	<u><u>\$ 398,974</u></u>	<u><u>\$ 37,001</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 435,975</u></u>

## Exhibit H-3

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**COUNTY OF MONMOUTH**  
**STUDENT ACTIVITY AGENCY FUND**  
**STATEMENT OF ACTIVITY**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

<u>Schools</u>	Balance July 1, 2016	Cash Receipts	Cash Disbursements	Balance June 30, 2017
Monmouth Regional High School	\$ 113,872	\$ 422,842	\$ 424,054	\$ 112,660
Monmouth Regional Athletic	<u>293</u>	<u>60,066</u>	<u>59,301</u>	<u>1,058</u>
Total	\$ <u>114,165</u>	\$ <u>482,908</u>	\$ <u>483,355</u>	\$ <u>113,718</u>

Exhibit H-4

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
PAYROLL AGENCY FUND  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 20,268	\$ 14,277,615	\$ 14,274,479	\$ 23,404
Total Assets	<u>\$ 20,268</u>	<u>\$ 14,277,615</u>	<u>\$ 14,274,479</u>	<u>\$ 23,404</u>
<b>LIABILITIES:</b>				
Net Payroll	\$ 287	\$ 7,597,072	\$ 7,591,302	\$ 6,057
Payroll deductions and withholdings	<u>19,981</u>	<u>6,680,543</u>	<u>                    </u>	<u>6,700,524</u>
Total Liabilities	<u>\$ 20,268</u>	<u>\$ 14,277,615</u>	<u>\$ 7,591,302</u>	<u>\$ 6,706,581</u>

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

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, mortgages payable, term loans and obligations under capital leases.



MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
GENERAL LONG-TERM DEBT ACCOUNT GROUP  
STATEMENT OF SERIAL BONDS AND LOANS  
June 30, 2017

Issue	Date of Issue	Amount of Issue	Annual Maturities of Bonds and Loans Outstanding June 30, 2016		Interest Rate	Balance July 1, 2016	Issued	Retired	Balance June 30, 2017
			Date	Amount					
Construction of Storage Area in Women's Locker Room, Renovations to the Science Classrooms and Removal of Asbestos	5/7/2013	6,149,000				<u>\$ 4,559,000</u>		<u>\$ 535,000</u>	<u>\$ 4,024,000</u>
			2/1/2018	545,000	1.250%				
			2/1/2019	550,000	1.250%				
			2/1/2020	560,000	1.500%				
			2/1/2021	570,000	1.500%				
			2/1/2022	585,000	1.625%				
			2/1/2023	600,000	1.750%				
2/1/2024	<u>614,000</u>	2.000%							
								<u>4,024,000</u>	

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
GENERAL LONG-TERM DEBT ACCOUNT GROUP  
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES  
June 30, 2017**

Series	Amount of Original Issue	Amount Outstanding July 1, 2016	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2017
2014 (2) 24 Passenger Buses	102,942	41,178		20,589	20,589
2014 (1) 54 Passenger Buses	88,402	35,362		17,680	17,682
2015 (2) 54 Passenger Buses	169,800	103,888		33,209	70,679
2015 (2) Xerox Color Cube #5845/5855 and Printer #560/570	49,444	31,401		9,854	21,547
		\$ 211,829	\$ -	\$ 81,332	\$ 130,497

**Monmouth Regional High School District  
Budgetary Comparison Schedule  
Debt Service Fund  
For the Fiscal 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	\$ 604,612	\$ -	\$ 604,612	\$ 604,612	\$ -
State Sources:					
Debt Service Aid Type II		-			-
<b>Total Revenues</b>	<b>604,612</b>	<b>-</b>	<b>604,612</b>	<b>604,612</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	69,612	-	69,612	69,611	(1)
Redemption of Principal	535,000	-	535,000	535,000	-
Total Regular Debt Service	604,612	-	604,612	604,611	(1)
<b>Total expenditures</b>	<b>604,612</b>	<b>-</b>	<b>604,612</b>	<b>604,611</b>	<b>(1)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	1	1
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund		-			-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	1	1
Fund Balance, July 1	4,951		4,951	4,951	-
Fund Balance, June 30	\$ 4,951	\$ -	\$ 4,951	\$ 4,952	\$ 1

***STATISTICAL SECTION***

***INTRODUCTION TO THE STATISTICAL SECTION***

**Monmouth Regional High School District  
Introduction to the Statistical Section**

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	<b>116-122</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	<b>123-134</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	<b>135-142</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	<b>143-148</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	<b>149-153</b>

*FINANCIAL TRENDS*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Net Assets by Component,**  
**Last ten fiscal years**  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$ 4,247,559	\$ 5,738,558	\$ 7,006,797	\$ 7,372,902	\$ 8,205,752	\$ 3,941,555	\$ 7,702,337	\$ 11,244,590	\$ 11,671,244	\$ 11,630,937
Restricted (Deficit)	4,402,357	3,699,687	3,316,940	3,144,099	3,023,343	2,786,900	2,726,160	2,297,505	1,312,959	1,050,170
Unrestricted (Deficit)	(575,884)	701,706	(521,493)	(482,071)	(613,657)	4,960,658	2,402,925	537,145	(7,947,951)	(8,792,386)
<b>Total governmental activities net assets</b>	<b>\$ 8,074,032</b>	<b>\$ 10,139,951</b>	<b>\$ 9,802,244</b>	<b>\$ 10,034,930</b>	<b>\$ 10,615,438</b>	<b>\$ 11,689,113</b>	<b>\$ 12,831,422</b>	<b>\$ 14,079,240</b>	<b>\$ 5,036,252</b>	<b>\$ 3,888,721</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	\$ -	\$ 53,829	\$ 25,629	\$ -	\$ 15,399	\$ 11,633	\$ 8,762	\$ 6,803	\$ 5,370	\$ 13,335
Restricted										
Unrestricted	119,206	70,636	57,240	8,229	39,205	11,803	(10,291)	35,622	26,025	65,485
<b>Total business-type activities net assets</b>	<b>\$ 119,206</b>	<b>\$ 124,465</b>	<b>\$ 82,869</b>	<b>\$ 8,229</b>	<b>\$ 54,604</b>	<b>\$ 23,436</b>	<b>\$ (1,529)</b>	<b>\$ 42,425</b>	<b>\$ 31,395</b>	<b>\$ 78,820</b>
<b>District-wide</b>										
Invested in capital assets, net of related debt	\$ 4,247,559	\$ 5,792,387	\$ 7,032,426	\$ 7,372,902	\$ 8,221,151	\$ 3,953,188	\$ 7,711,099	\$ 11,251,393	\$ 11,676,614	\$ 11,644,272
Restricted (Deficit)	4,402,357	3,699,687	3,316,940	3,144,099	3,023,343	2,786,900	2,726,160	2,297,505	1,312,959	1,050,170
Unrestricted (Deficit)	(456,678)	772,342	(464,253)	(473,842)	(574,452)	4,972,461	2,392,634	572,767	(7,921,926)	(8,726,901)
<b>Total district net assets</b>	<b>\$ 8,193,238</b>	<b>\$ 10,264,416</b>	<b>\$ 9,885,113</b>	<b>\$ 10,043,159</b>	<b>\$ 10,670,042</b>	<b>\$ 11,712,549</b>	<b>\$ 12,829,893</b>	<b>\$ 14,121,665</b>	<b>\$ 5,067,647</b>	<b>\$ 3,967,541</b>

Source: School District Financial Reports



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Changes in Net Assets/Net Position**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 9,018,054	\$ 7,891,521	\$ 8,886,364	\$ 9,778,300	\$ 10,855,283	\$ 10,812,598	\$ 10,843,366	\$ 10,976,494	\$ 11,386,537	\$ 11,873,689
Special education	2,839,990	2,382,409	2,602,184	1,078,948	1,845	112,959	113,134	146,016	284,642	333,717
Other special education										
Vocational										
Other instruction	1,605,600	1,451,076	1,252,234	1,134,670	1,167,555	1,117,939	1,106,788	1,093,598	955,115	938,376
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Tuition	2,089,522	2,536,225	1,853,446	1,975,121	2,219,924	2,054,512	2,290,172	2,642,631	2,659,085	2,491,975
Student & instruction related services	3,804,254	3,309,675	3,763,176	3,796,916	3,988,781	4,009,452	3,848,610	3,997,791	4,298,901	4,477,367
School Administrative services	867,239	667,634	762,861	619,207	586,201	673,661	653,067	651,056	643,380	752,433
General administration	637,000	775,836	635,481	680,202	698,061	741,609	555,702	608,080	682,840	681,594
Central Services	510,349	492,370	510,222	536,480	547,328	501,154	587,441	606,497	676,232	832,319
Plant operations and maintenance	2,297,511	2,771,938	2,988,185	2,905,412	2,903,575	2,961,107	3,193,935	3,587,780	3,436,621	3,565,581
Administrative information technology	143,126	45,913	41,590	-	-	13,450	28,325	58,705	36,228	125,167
Pupil transportation	2,054,328	2,555,325	2,419,733	2,612,956	2,497,307	2,263,902	2,394,560	2,621,475	2,662,256	2,797,347
Other support services		17,246	5,274	-	-	4,843	37,939	2,940		
Unallocated Benefits										
Compensated absences					2,114	10,431	(157)	332,500		
Interest on long-term debt	139,228	120,810	98,431	70,408	41,138	38,762	68,965	79,189	73,450	66,992
Capital Outlay										
Transfer to Food Service	-	-	-	-	75,000			50,000		50,000
<b>Total governmental activities expenses</b>	<b>26,006,201</b>	<b>25,017,978</b>	<b>25,819,181</b>	<b>25,188,620</b>	<b>25,584,112</b>	<b>25,316,379</b>	<b>25,721,847</b>	<b>27,454,752</b>	<b>27,795,287</b>	<b>28,986,557</b>
Business-type activities:										
Food service	345,887	399,379	381,442	423,216	381,858	370,620	380,503	389,710	402,038	396,964
Enrichment Program										
<b>Total business-type activities expense</b>	<b>345,887</b>	<b>399,379</b>	<b>381,442</b>	<b>423,216</b>	<b>381,858</b>	<b>370,620</b>	<b>380,503</b>	<b>389,710</b>	<b>402,038</b>	<b>396,964</b>
<b>Total district expenses</b>	<b>\$ 26,352,088</b>	<b>\$ 25,417,357</b>	<b>\$ 26,200,623</b>	<b>\$ 25,611,836</b>	<b>\$ 25,965,970</b>	<b>\$ 25,686,999</b>	<b>\$ 26,102,350</b>	<b>\$ 27,844,462</b>	<b>\$ 28,197,325</b>	<b>\$ 29,383,521</b>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ 20,677	\$ 7,750	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,731	\$ 20,025	\$ 73,995
Special Education										
Plant Operations and Maintenance							\$ 82,657	\$ 80,996	\$ 60,883	\$ 82,297
Pupil transportation	422,620	375,466	412,098	573,701	312,210	-	489,385	485,396	395,866	328,750
Central and other support services										
Operating grants and contributions	2,722,329	1,796,188	2,011,128	1,828,699	2,055,595	2,354,283	2,114,633	2,464,650	1,971,076	1,999,639
Capital grants and contributions				406,050						
<b>Total governmental activities program revenues</b>	<b>3,165,626</b>	<b>2,179,404</b>	<b>2,423,226</b>	<b>2,808,450</b>	<b>2,367,805</b>	<b>2,354,283</b>	<b>2,686,675</b>	<b>3,052,773</b>	<b>2,447,850</b>	<b>2,484,681</b>
Business-type activities:										
Charges for services:										
Food service	\$ 249,130	\$ 279,815	\$ 265,442	\$ 264,569	\$ 225,898	\$ 216,435	\$ 223,989	\$ 252,819	\$ 254,730	\$ 251,289
Enrichment Program										
Operating grants and contributions	77,398	70,994	74,404	84,007	202,335	123,017	137,440	182,058	135,455	191,477
Capital grants and contributions										
<b>Total business type activities program revenues</b>	<b>326,528</b>	<b>350,809</b>	<b>339,846</b>	<b>348,576</b>	<b>428,233</b>	<b>339,452</b>	<b>361,429</b>	<b>434,877</b>	<b>390,185</b>	<b>442,766</b>
<b>Total district program revenues</b>	<b>\$ 3,492,154</b>	<b>\$ 2,530,213</b>	<b>\$ 2,763,072</b>	<b>\$ 3,157,026</b>	<b>\$ 2,796,038</b>	<b>\$ 2,693,735</b>	<b>\$ 3,048,104</b>	<b>\$ 3,487,650</b>	<b>\$ 2,838,035</b>	<b>\$ 2,927,447</b>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Changes in Net Assets/Net Position**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (22,840,575)	\$ (22,838,574)	\$ (23,395,955)	\$ (22,380,170)	\$ (23,216,307)	\$ (22,962,096)	\$ (23,035,172)	\$ (24,401,979)	\$ (25,347,437)	\$ (26,501,876)
Business-type activities	(19,359)	(48,570)	(41,596)	(74,640)	46,375	(31,168)	(19,074)	45,167	(11,853)	45,802
<b>Total district-wide net expense</b>	<b>\$ (22,859,934)</b>	<b>\$ (22,887,144)</b>	<b>\$ (23,437,551)</b>	<b>\$ (22,454,810)</b>	<b>\$ (23,169,932)</b>	<b>\$ (22,993,264)</b>	<b>\$ (23,054,246)</b>	<b>\$ (24,356,812)</b>	<b>\$ (25,359,290)</b>	<b>\$ (26,456,074)</b>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 18,427,809	\$ 18,974,921	\$ 18,756,384	\$ 18,706,384	\$ 18,756,384	\$ 19,131,512	\$ 19,514,143	\$ 19,904,424	\$ 20,302,512	\$ 20,935,788
Taxes levied for debt service	595,126	592,271	588,946	597,316	593,908	575,736	620,103	586,305	606,237	604,612
Unrestricted grants and contributions	4,539,297	4,957,551	3,870,983	3,520,434	4,103,150	3,628,905	3,543,886	3,611,190	4,262,993	4,498,196
Cancellation of Prior Year Accounts Payable										
Payments in lieu of taxes										
Tuition Received		-	-							
Transportation fees						379,530				
Investment earnings	198,297	45,555	11,612	5,999	3,271		9,756	4,150	1,745	32
Miscellaneous income	230,528	290,049	47,320	83,831	109,147	127,087	43,621	112,417	33,752	100,700
Rental income		44,145				50,493				
Transfers										
Other Adjustments			(216,996)	(301,108)	221,106	152,357	440,081	1,430,098	(1,673,750)	(783,360)
<b>Total governmental activities</b>	<b>23,991,057</b>	<b>24,904,492</b>	<b>23,058,249</b>	<b>22,612,856</b>	<b>23,786,966</b>	<b>24,045,620</b>	<b>24,171,590</b>	<b>25,648,584</b>	<b>23,533,489</b>	<b>25,355,968</b>
Business-type activities:										
Investment earnings		-	-	-	-	-	-	-	-	-
Miscellaneous Income	5,575									
Transfers		53,829								
<b>Total business-type activities</b>	<b>5,575</b>	<b>53,829</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total district-wide</b>	<b>\$ 23,996,632</b>	<b>\$ 24,958,321</b>	<b>\$ 23,058,249</b>	<b>\$ 22,612,856</b>	<b>\$ 23,786,966</b>	<b>\$ 24,045,620</b>	<b>\$ 24,171,590</b>	<b>\$ 25,648,584</b>	<b>\$ 23,533,489</b>	<b>\$ 25,355,968</b>
<b>Change in Net Assets</b>										
Governmental activities	\$ 1,150,482	\$ 2,065,918	\$ (337,706)	\$ 232,686	\$ 570,659	\$ 1,083,524	\$ 1,136,418	\$ 1,246,605	\$ (1,813,948)	\$ (1,145,908)
Business-type activities	(13,784)	5,259	(41,596)	(74,640)	46,375	(31,168)	(19,074)	45,167	(11,853)	45,802
<b>Total district</b>	<b>\$ 1,136,698</b>	<b>\$ 2,071,177</b>	<b>\$ (379,302)</b>	<b>\$ 158,046</b>	<b>\$ 617,034</b>	<b>\$ 1,052,356</b>	<b>\$ 1,117,344</b>	<b>\$ 1,291,772</b>	<b>\$ (1,825,801)</b>	<b>\$ (1,100,106)</b>

Source: School District Financial Reports

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

	Fiscal Year Ending June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Reserved	\$ 4,403,697	\$ 4,984,989	\$ 3,792,599	\$ 3,562,534	\$ 3,211,805	\$ 2,583,862	\$ 2,649,178	\$ 2,292,555	\$ 1,059,298	\$ 902,569
Committed								113,406	184,950	146,143
Assigned						320,822	247,004		178,865	197,101
Unreserved	485,798	705,239	224,358	294,735	328,887	445,335	359,136	391,708	408,745	372,956
Total general fund	\$ 4,889,495	\$ 5,690,228	\$ 4,016,957	\$ 3,857,269	\$ 3,540,692	\$ 3,350,019	\$ 3,255,318	\$ 2,797,669	\$ 1,831,858	\$ 1,618,769
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue fund	(1,341)									
Capital projects fund					44,000	2,918,125	1,873,597	1,211,776	248,710	142,650
Debt service fund	1	1	1				25,041	4,950	4,951	4,951
Permanent fund										
Total all other governmental funds	\$ (1,340)	\$ 1	\$ 1	\$ -	\$ 44,000	\$ 2,918,125	\$ 1,898,638	\$ 1,216,726	\$ 253,661	\$ 147,601

Source: School District Financial Reports

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

Fiscal Year Ending June 30, 2017

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
<b>Revenues</b>										
Local Tax Levy	\$ 21,540,400	\$ 20,908,749	\$ 20,490,729	\$ 20,134,246	\$ 19,707,248	\$ 19,350,292	\$ 19,303,700	\$ 19,345,330	\$ 19,567,192	\$ 19,022,935
Tuition Charges	73,995	20,025	21,733	-	2,851	-	-	-	7,750	20,677
Transportation Fees	328,750	395,866	485,396	489,385	379,530	312,210	573,701	412,098	375,466	422,620
Interest Earnings	32	1,745	4,150	9,756	522	3,271	5,999	11,612	45,555	198,297
Other Local Revenue	182,998	97,818	196,048	129,018	102,174	112,885	85,861	47,337	133,674	113,679
State sources	6,145,402	5,895,461	5,652,376	5,277,886	5,704,136	5,567,467	5,124,477	5,284,015	5,799,162	6,869,606
Federal sources	352,433	335,425	420,829	377,893	276,282	587,540	628,676	594,686	951,577	392,020
<b>Total revenue</b>	<b>28,624,010</b>	<b>27,655,089</b>	<b>27,271,261</b>	<b>26,418,184</b>	<b>26,172,743</b>	<b>25,933,665</b>	<b>25,722,414</b>	<b>25,695,078</b>	<b>26,880,376</b>	<b>27,039,834</b>
<b>Expenditures</b>										
Instruction:										
Regular	7,385,882	7,685,381	7,455,430	7,455,464	7,140,592	7,338,526	7,183,977	6,090,298	6,121,694	6,184,721
Special	230,956	157,743	146,016	113,134	112,959	1,845	335,636	1,850,895	1,828,942	1,874,966
Other	938,376	955,115	977,220	930,517	929,610	987,563	967,425	874,968	198,487	197,587
School-Sponsored/Other Instructional									915,484	934,895
<b>Total Instruction</b>	<b>8,555,214</b>	<b>8,798,239</b>	<b>8,578,666</b>	<b>8,499,115</b>	<b>8,183,161</b>	<b>8,327,934</b>	<b>8,487,038</b>	<b>9,018,953</b>	<b>9,064,607</b>	<b>9,192,169</b>
Undistributed:										
Tuition	2,491,975	2,659,085	2,642,631	2,290,172	2,054,512	2,219,924	1,975,121	1,853,446	1,947,024	2,089,522
Student and Instruction Related Services	2,754,246	2,923,168	2,701,887	2,736,800	2,821,404	2,740,846	2,617,668	2,649,563	2,546,043	2,600,993
Instruction										
Support Services-Students										
Support Services-Instructional Staff										
General Administration	461,422	509,868	450,627	412,074	434,702	432,923	431,942	524,115	595,598	508,151
School Administration	650,026	567,466	582,598	587,782	603,909	519,537	534,036	555,712	512,533	579,343
Central Services	315,593	299,066	300,767	279,409	295,435	325,307	322,683	330,851	343,945	353,314
Admin. Information Technology	17,148	17,899	41,009	10,629	13,450	10,500	141	-	8,113	94,137
Operations and Maintenance	1,941,611	1,905,736	2,191,923	1,981,769	1,881,056	1,905,524	1,979,036	2,090,108	1,914,793	1,904,253
Student Transportation	1,883,764	1,878,600	1,886,671	1,739,951	1,564,343	1,823,411	2,002,631	1,839,768	1,897,772	1,834,211
Business and Other Support Services:	7,956,852	7,201,452	6,710,908	6,380,343						
Employee Benefits					6,917,963	6,628,364	6,282,531	6,165,162	5,587,100	6,430,518
Other								231,674	-	-
Food Services	50,000		50,000			75,000				
On-behalf TPAF Pension Contributions										
Reimbursed TPAF Social Security Contributions										
<b>Total Undistributed</b>	<b>18,522,637</b>	<b>17,962,340</b>	<b>17,559,021</b>	<b>16,418,929</b>	<b>16,586,774</b>	<b>16,681,336</b>	<b>16,145,789</b>	<b>16,240,399</b>	<b>15,352,921</b>	<b>16,394,442</b>
Capital Outlay:										
Equipment	1,490,885	3,280,385	2,711,777	3,712,040	2,666,173	589,140	1,702,587	1,505,885	1,344,752	1,302,305
Facilities Acquisition and Construction Services										
Lease Purchase Agreements										
Assets Acquired Under Capital Leases										
<b>Total Capital Outlay</b>	<b>1,490,885</b>	<b>3,280,385</b>	<b>2,711,777</b>	<b>3,712,040</b>	<b>2,666,173</b>	<b>589,140</b>	<b>1,702,587</b>	<b>1,505,885</b>	<b>1,344,752</b>	<b>1,302,305</b>
Special Schools										
<b>Total General Fund Expenditures</b>	<b>28,568,736</b>	<b>30,040,964</b>	<b>28,849,464</b>	<b>28,630,084</b>	<b>27,436,108</b>	<b>25,598,410</b>	<b>26,335,414</b>	<b>26,765,237</b>	<b>25,762,280</b>	<b>26,888,916</b>
Special Revenue:										
Federal									-	-
State									-	-
Other									-	-
<b>Total Special Revenue Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Debt Service Expenditures:										
Principal	535,000	530,000	525,000	535,000	610,000	600,000	575,000	550,000	535,000	520,000
Interest and Other Charges	69,611	76,236	81,396	60,062	23,638	53,638	82,388	109,889	128,613	146,812
<b>Total Debt Service Expenditures</b>	<b>604,611</b>	<b>606,236</b>	<b>606,396</b>	<b>595,062</b>	<b>633,638</b>	<b>653,638</b>	<b>657,388</b>	<b>659,889</b>	<b>663,613</b>	<b>666,812</b>
<b>Total Governmental Fund Expenditures</b>	<b>\$ 29,173,347</b>	<b>\$ 30,647,200</b>	<b>\$ 29,455,860</b>	<b>\$ 29,225,146</b>	<b>\$ 28,069,746</b>	<b>\$ 26,252,048</b>	<b>\$ 26,992,802</b>	<b>\$ 27,425,126</b>	<b>\$ 26,425,893</b>	<b>\$ 27,555,728</b>

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

	Fiscal Year Ending June 30, 2017									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Excess (Deficiency) of revenues over (under) expenditures	(549,337)	(2,992,111)	(2,184,599)	(2,806,962)	(1,897,003)	(318,383)	(1,270,388)	(1,730,048)	454,483	(515,894)
<b>Other Financing sources (uses)</b>										
Proceeds from borrowing					6,149,000					-
Capital leases (non-budgeted)			219,244	191,344		45,806	1,110,770	56,776	347,587	116,849
Proceeds from refunding										-
Payments to escrow agent										-
Prior Period Adjustment - Fund 20 expenditures		(52,479)								-
Capital Reserve Contribution		753,114								-
Adjustment									3	-
Transfers in			804,735	578,457	1,800,551	311,000	32,700	872,187		-
Transfers out			(804,735)	(578,457)	(754,248)	(311,000)	(32,700)	(872,187)		-
<b>Total other financing sources (uses)</b>	-	700,635	219,244	191,344	7,195,303	45,806	1,110,770	56,776	347,590	116,849
<b>Net change in fund balances</b>	<b>\$ (549,337)</b>	<b>\$ (2,291,476)</b>	<b>\$ (1,965,355)</b>	<b>\$ (2,615,618)</b>	<b>\$ 5,298,300</b>	<b>\$ (272,577)</b>	<b>\$ (159,618)</b>	<b>\$ (1,673,272)</b>	<b>\$ 802,073</b>	<b>\$ (399,045)</b>
Debt service as a percentage of noncapital expenditures	2.18%	2.22%	2.27%	2.33%	2.49%	2.55%	2.60%	2.55%	2.65%	2.54%

**Source:** District records

**Notes:** Noncapital expenditures are total expenditures less capital outlay.

## Exhibit J-5

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
MODIFIED ACCRUAL BASIS OF ACCOUNTING**

<u>Fiscal Year Ended June 30,</u>	<u>Rentals</u>	<u>Prior Year Refunds</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2008	\$ 39,344	\$ 4,351	\$ 69,984	\$ 113,679
2009	44,145	845	88,684	133,674
2010	-	-	44,132	44,132
2011	63,095	-	20,736	83,831
2012	77,151	-	31,996	109,147
2013	50,493	-	52,111	102,604
2014	82,657	-	43,621	126,278
2015	80,996	-	112,417	193,413
2016	60,883	-	33,752	94,635
2017	82,297	-	100,701	182,998

Source: District Records

*REVENUE CAPACITY*

## Exhibit J-6

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS  
 UNAUDITED**

**EATONTOWN BOROUGH**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2008	2,456,688,843	2,419,254,321	101.55%
2009	2,424,185,216	2,678,894,372	90.49%
2010	2,129,764,241	2,492,512,157	85.45%
2011	2,117,215,544	2,399,031,557	88.25%
2012	2,086,000,009	2,143,001,928	97.34%
2013	2,030,878,034	2,074,516,960	97.90%
2014	2,030,878,034	2,074,516,960	97.90%
2015	2,091,909,634	2,074,996,330	100.82%
2016	2,171,048,361	1,995,303,248	108.81%
2017	2,183,604,570	2,050,554,448	106.49%

**Source:** Municipal Tax Assessor



## Exhibit J-6a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS  
 UNAUDITED**

**TINTON FALLS BOROUGH**

Year Ended June 30,	Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2008	2,922,487,599	3,226,755,881	90.57%
2009	3,005,914,119	3,277,610,613	91.71%
2010	2,998,843,219	3,020,708,135	99.28%
2011	2,872,610,220	2,900,904,098	99.02%
2012	2,758,659,379	2,783,151,109	99.12%
2013	2,754,925,800	2,911,474,837	94.62%
2014	2,704,177,400	3,017,718,335	89.61%
2015	2,924,903,485	2,924,903,485	100.00%
2016	2,981,053,901	2,981,053,904	100.00%
2017	3,049,303,680	3,049,303,860	100.00%

**Source:** Municipal Tax Assessor

**Note:** \* Revaluation

## Exhibit J-6b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS  
 UNAUDITED**

**SHREWSBURY TOWNSHIP**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2008	72,717,014	79,684,044	91.26%
2009	72,725,738	79,268,812	91.75%
2010	72,762,912	79,127,998	91.96%
2011	72,730,213	69,465,075	104.70%
2012	56,855,613	58,762,313	96.76%
2013	56,847,388	53,374,413	106.51%
2014	56,847,388	53,374,413	106.51%
2015	50,307,343	45,963,767	109.45%
2016	52,540,500	52,949,650	99.23%
2017	54,279,263	53,079,663	102.26%

**Source:** Municipal Tax Collector

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
UNAUDITED**

**EATONTOWN BOROUGH**

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Eatontown Borough	Monmouth County	
2008	0.337	0.011	0.348	0.573	0.513	0.244	1.678
2009	N/A	N/A	0.371	0.589	0.541	0.282	1.783
2010	N/A	N/A	0.411	0.676	0.655	0.318	2.060
2011	N/A	N/A	0.406	0.681	0.681	0.317	2.085
2012	N/A	N/A	0.391	0.697	0.706	0.302	2.096
2013	N/A	N/A	0.429	0.724	0.761	0.311	2.225
2014	N/A	N/A	0.429	0.724	0.761	0.311	2.225
2015	N/A	N/A	0.406	0.721	0.789	0.307	2.223
2016	N/A	N/A	0.391	0.732	0.780	0.307	2.210
2017	N/A	N/A	0.413	0.742	0.803	0.275	2.233

Source: Municipal Tax Assessor

Note: N/A Not Available

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Regional Elementary School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Tinton Falls Borough	Monmouth County	
2008	0.357	0.012	0.369	0.644	0.383	0.283	1.679
2009	0.326	0.010	0.336	0.623	0.410	0.277	1.646
2010	0.333	0.011	0.344	0.648	0.415	0.285	1.692
2011	0.355	0.011	0.366	0.703	0.439	0.300	1.808
2012	0.397	0.012	0.409	0.739	0.464	0.305	1.917
2013	0.397	0.012	0.409	0.763	0.477	0.311	1.960
2014	0.422	0.012	0.434	0.804	0.517	0.342	2.097
2015	0.403	0.012	0.415	0.768	0.504	0.320	2.007
2016	0.416	0.012	0.428	0.774	0.515	0.315	2.032
2017	0.404	0.012	0.416	0.747	0.521	0.303	1.987

**Source:** Municipal Tax Assessor

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Regional Elementary School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Shrewsbury Township	Monmouth County	
2008	0.312	0.010	0.322	0.715	0.859	0.280	2.176
2009	0.314	0.010	0.324	0.670	0.926	0.291	2.211
2010	0.305	0.010	0.315	0.663	1.019	0.281	2.278
2011	0.306	0.010	0.316	0.637	1.042	0.269	2.264
2012	0.459	0.010	0.469	0.790	1.327	0.278	2.864
2013	0.417	0.010	0.427	0.776	1.429	0.332	2.964
2014	0.441	0.010	0.451	0.695	1.462	0.306	2.914
2015	0.563	0.010	0.573	0.681	1.169	0.324	2.747
2016	0.573	0.010	0.583	0.629	1.453	0.322	2.987
2017	0.465	0.010	0.475	0.661	1.438	0.288	2.862

**Source:** Municipal Tax Collector

## Exhibit J-8

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2016**

**EATONTOWN BOROUGH**

<u>Taxpayer</u>	<u>Assessed Valuation 2016</u>	<u>As a % of District's Net Assessed Valuation</u>
Eatontown Monmouth Mall LLC	\$ 162,000,000	7.42%
Eatonbrook Cooperative Corp.	27,991,500	1.28%
East Coast Eatoncrest Apts.	32,256,300	1.48%
VM Kushner LLC	21,412,600	0.98%
Macy's East Federated Dept. Stores	17,176,100	0.79%
Country Club Associates Apts.	30,095,700	1.38%
Stony Hill Apartments Associates LP	28,239,700	1.29%
JC Penney	18,774,900	0.86%
IWW Property, LLC	18,712,400	0.86%
Eatontown 36 LLC	18,000,000	0.82%
Total	<u>374,659,200</u>	<u>17.16%</u>
	\$	

**Source:** Municipal Tax Assessor

## Exhibit J-8a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2016**

**TINTON FALLS BOROUGH**

<u>Taxpayer</u>	<u>Assessed Valuation 2016</u>	<u>As a % of District's Net Assessed Valuation</u>
Renewal, LLC	\$ 175,000,000	5.74%
Tinton Falls Campus	135,000,000	4.43%
CPG Tinton Falls Urban Renewal, LLC	36,918,600	1.21%
Avalon Bay Communities, Inc.	16,119,200	0.53%
XPD LLC	15,663,600	0.51%
Stavola Realty Company	15,457,200	0.51%
Hovsons, Inc.	14,810,000	0.49%
Tinton Pines Construction	14,374,400	0.47%
Reidhass, LP	13,209,000	0.43%
Sudler Monmouth	12,925,700	0.42%
<b>Total</b>	<b>\$ 449,477,700</b>	<b>14.74%</b>

**Source:** Municipal Tax Collector

## Exhibit J-8b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2016**

<b>SHREWSBURY TOWNSHIP</b>	Assessed Valuation 2016	As a % of District's Net Assessed Valuation
<u>Taxpayer</u>	<u></u>	<u></u>
Alfred Vail Mutual	\$ 22,170,000	42.20%
Coolidge Shrewsbury, LLC	12,139,800	23.11%
Bell Atlantic Tax Dept	404,763	0.77%
Individual Taxpayer #1	167,400	0.32%
Individual Taxpayer #2	167,400	0.32%
Individual Taxpayer #3	167,400	0.32%
Individual Taxpayer #4	167,400	0.32%
Individual Taxpayer #5	167,400	0.32%
Individual Taxpayer #6	167,400	0.32%
Individual Taxpayer #7	167,400	0.32%
	<hr/>	<hr/>
Total	\$ 35,886,363	68.30%
	<hr/> <hr/>	<hr/> <hr/>

**Source:** Municipal Tax Collector



## Exhibit J-9

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**EATONTOWN BOROUGH**

Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Tax Levy Collected
2008	8,279,581	8,279,581	100.00%
2009	8,548,914	8,548,914	100.00%
2010	8,998,299	8,998,299	100.00%
2011	8,763,612	8,763,612	100.00%
2012	8,596,029	8,596,123	100.00%
2013	8,149,972	8,149,972	100.00%
2014	8,703,268	8,703,268	100.00%
2015	8,478,206	8,478,206	100.00%
2016	8,495,560	8,495,560	100.00%
2017	8,487,748	8,487,748	100.00%

**Source:** Municipal Tax Collector

## Exhibit J-9a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2008	10,548,416	10,548,416	100.00%
2009	10,783,960	10,783,960	100.00%
2010	10,111,439	10,111,439	100.00%
2011	10,311,136	10,311,136	100.00%
2012	10,519,982	10,519,982	100.00%
2013	11,290,471	11,290,471	100.00%
2014	11,188,541	11,188,541	100.00%
2015	11,755,887	11,755,887	100.00%
2016	12,124,896	12,124,896	100.00%
2017	12,744,100	12,744,100	100.00%

**Source:** Municipal Tax Collector

## Exhibit J-9b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2008	194,938	194,938	100.00%
2009	234,318	234,318	100.00%
2010	235,592	235,591	100.00%
2011	228,958	228,958	100.00%
2012	234,181	234,181	100.00%
2013	266,805	266,805	100.00%
2014	242,436	242,436	100.00%
2015	256,637	256,637	100.00%
2016	288,293	288,293	100.00%
2017	308,552	308,552	100.00%

**Source:** Municipal Tax Collector

*DEBT CAPACITY*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last ten fiscal years**

**EATONTOWN BOROUGH**

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable			
2008	1,212,575	62,615	448,561	1,723,751	0.24%	122
2009	1,036,357	169,144	448,561	1,654,062	0.23%	124
2010	830,276	157,597	552,207	1,540,080	0.20%	110
2011	549,340	541,860	532,493	1,623,693	0.23%	127
2012	270,986	403,063	521,982	1,196,031	0.17%	94
2013	2,657,979	258,073	512,419	3,428,471	0.47%	276
2014	2,322,838	204,286	490,419	3,017,543	0.40%	243
2015	2,067,732	140,326	616,695	2,824,753	0.40%	230
2016	1,796,422	83,469	595,653	2,475,544	0.30%	201
2017	1,585,611	51,421	584,618	2,221,650	0.27%	181

**Source:** School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last ten fiscal years**

**TINTON FALLS BOROUGH**

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable			
2008	1,617,532	83,526	598,364	2,299,422	0.30%	120
2009	1,267,977	206,947	675,015	2,149,939	0.20%	109
2010	932,986	177,093	620,518	1,730,597	0.15%	98
2011	646,381	637,581	626,559	1,910,521	0.22%	127
2012	331,632	493,270	638,804	1,463,706	0.14%	82
2013	3,416,981	331,767	658,744	4,407,492	0.13%	76
2014	3,220,849	283,263	680,016	4,184,128	0.11%	68
2015	2,951,090	200,275	880,154	4,031,519	0.10%	64
2016	2,697,274	125,326	894,355	3,716,955	0.09%	56
2017	2,380,748	77,207	877,787	3,335,742	0.08%	51

**Source:** School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last ten fiscal years**

**SHREWSBURY TOWNSHIP**

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable			
2008	39,893	2,060	14,757	56,710	0.100%	53
2009	30,666	5,005	16,325	51,996	0.090%	49
2010	21,738	4,127	14,458	40,323	0.060%	37
2011	14,278	14,084	12,840	41,202	0.080%	43
2012	7,382	10,980	14,232	32,594	0.050%	29
2013	74,040	7,189	14,273	95,502	0.003%	2
2014	70,313	6,184	14,845	91,342	0.002%	1
2015	70,178	4,763	20,930	95,871	0.002%	2
2016	65,314	3,035	21,657	90,006	0.122%	80
2017	57,649	1,870	21,255	80,774	0.115%	80

**Source:** School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED**

**EATONTOWN BOROUGH**

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2008	14,195	2,456,688,843	1,212,575	0.05%	86
2009	14,195	2,424,185,216	1,036,357	0.04%	73
2010	14,110	2,129,764,241	830,276	0.04%	59
2011	12,709	2,118,288,287	549,340	0.03%	43
2012	12,722	2,117,215,544	270,986	0.01%	21
2013	12,431	2,030,878,034	3,428,471	0.17%	276
2014	12,262	2,024,014,157	3,017,543	0.15%	246
2015	12,257	2,091,909,634	2,824,753	0.14%	230
2016	12,301	2,171,048,361	2,475,543	0.11%	201
2017	12,287	2,183,604,570	2,221,650	0.10%	181

**Source:** Data regarding school district population was given by school district officials.

**Note:** Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2008	19,703	2,922,487,599	1,617,532	0.06%	84
2009	19,703	3,005,914,119	1,267,977	0.04%	64
2010	17,641	2,998,843,219	932,986	0.03%	53
2011	17,892	2,872,610,220	646,381	0.02%	36
2012	17,911	2,759,659,379	331,632	0.01%	19
2013	17,869	2,754,925,800	4,407,492	0.16%	247
2014	17,976	2,704,177,400	3,220,849	0.12%	179
2015	17,898	2,924,903,485	4,031,519	0.14%	225
2016	17,772	2,981,053,901	3,716,942	0.12%	209
2017	17,800	3,049,303,860	3,335,729	0.11%	187

**Source:** Data regarding school district population was given by school district officials.

**Note:** Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2008	1,068	72,717,014	39,893	0.05%	37
2009	1,068	72,725,378	30,666	0.04%	29
2010	1,098	72,762,912	21,738	0.03%	20
2011	1,141	72,730,213	14,278	0.02%	13
2012	1,141	56,855,613	7,322	0.01%	6
2013	1,125	56,847,388	95,502	0.17%	85
2014	1,124	56,883,783	70,313	0.12%	63
2015	1,119	50,307,343	95,871	0.19%	86
2016	1,122	52,944,395	90,005	0.17%	80
2017	1,009	54,279,263	80,774	0.15%	80

**Source:** Data regarding school district population was given by school district officials.

**Note:** Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

## Exhibit J-12

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
FOR FISCAL YEAR ENDED JUNE 30, 2017  
UNAUDITED**

Net Direct Debt of School District as of June 30, 2017		\$	4,024,000
Net Overlapping Debt of School District:			
Eatontown Borough (100%)	\$		2,824,753
Tinton Falls Borough (100%)			4,031,519
Shrewsbury Township (100%)			95,871
County of Monmouth - Township's share (4.00%)			<u>2,358,267</u>
			<u>9,310,410</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2017		\$	<u><u>13,334,410</u></u>

**Source:** Assessed value data to estimate applicable percentages provided by the Monmouth County Board of Taxation.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

**Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2016**

	<u>Year</u>	<u>Total</u>	<u>Eatontown Borough</u>	<u>Tinton Falls Borough</u>	<u>Shrewsbury Township</u>
	2017	5,299,661,960	2,050,554,448	3,196,132,793	52,974,719
	2016	5,150,165,802	1,966,758,027	3,131,413,402	51,994,373
	2015	5,063,945,150	1,991,058,869	3,020,907,107	51,979,174
	<b>Total</b>	<u>15,513,772,912</u>	<u>6,008,371,344</u>	<u>9,348,453,302</u>	<u>156,948,266</u>
Average Equalized Valuation of Taxable Property		5,171,257,637	2,002,790,448	3,116,151,101	52,316,089
Debt Limit (3% of Average Equalization Value)		<u>155,137,729</u> *			
Legal Debt Margin		<u>155,137,729</u>			

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Debt Limit	\$ 151,144,521	\$ 171,350,391	\$ 174,930,800	\$ 172,491,645	\$ 169,856,556	\$ 159,697,754	\$ 152,594,892	\$ 152,594,892	\$ 153,775,431	\$ 155,137,729
Total Net Debt Applicable to Limit	<u>2,870,000</u>	<u>2,335,000</u>	<u>1,785,000</u>	<u>1,210,000</u>	<u>610,000</u>	<u>7,931,466</u>	<u>7,293,012</u>	<u>6,952,143</u>	<u>6,282,490</u>	<u>5,638,153</u>
Legal Debt Margin	<u>148,274,521</u>	<u>169,015,391</u>	<u>173,145,800</u>	<u>171,281,645</u>	<u>169,246,556</u>	<u>151,766,288</u>	<u>145,301,880</u>	<u>145,642,749</u>	<u>147,492,941</u>	<u>149,499,576</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	1.90%	1.36%	1.02%	0.70%	0.36%	4.97%	4.78%	4.56%	4.09%	3.63%

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

**Note:** \* Limit set by NJSA 18A:24-19 for a 9 through 12 district; other percent limits would be applicable for other district types.

***DEMOGRAPHIC AND ECONOMIC INFORMATION***

## Exhibit J-14

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**EATONTOWN BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2007	3.70%	55,826	14,095
2008	4.70%	57,353	14,195
2009	4.40%	54,771	14,195
2010	7.90%	54,771	14,110
2011	8.00%	56,955	12,722
2012	8.30%	58,355	12,431
2013	8.60%	61,426	12,262
2014	6.10%	62,901	12,257
2015	5.30%	66,019	12,301
2016	5.00%	69,410	12,287

**Source:** Per Capita Income of County of Monmouth from the U.S. Department of Commerce.  
School District Population from the U.S. Bureau of the Census, Population Division.

## Exhibit J-14a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2007	3.70%	55,826	19,139
2008	4.80%	57,353	19,703
2009	4.10%	54,771	19,703
2010	8.10%	54,771	17,641
2011	8.10%	56,955	17,911
2012	8.50%	58,355	17,869
2013	8.60%	61,426	17,976
2014	5.90%	62,901	17,898
2015	4.90%	66,019	17,772
2016	4.30%	69,410	17,800

**Source:** Per Capita Income of County of Monmouth from the U.S. Department of Commerce.  
School District Population from the U.S. Bureau of the Census, Population Division.

## Exhibit J-14b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2007	6.60%	55,826	1,075
2008	8.40%	57,353	1,068
2009	8.40%	54,771	1,068
2010	13.70%	54,771	1,098
2011	13.80%	56,955	1,141
2012	14.30%	58,355	1,125
2013	8.00%	61,426	1,124
2014	6.60%	62,901	1,119
2015	5.30%	66,019	1,122
2016	4.80%	69,410	1,009

**Source:** Monmouth County Planning Board, Demographic and Economic Status Report  
[www.co.monmouth.nj.us/documents](http://www.co.monmouth.nj.us/documents)  
 Per Capita Income [www.lwd.dol.state.nj.us/labor](http://www.lwd.dol.state.nj.us/labor)



Exhibit J-15

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
Principal Employers,  
Current Year

EATONTOWN BOROUGH

<u>Employer</u>	<u>2017</u>		
	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Joe's Crab Shack	N/A	N/A	N/A
CDW Corporation			
Lord and Taylor			
Lowes			
MITRE Corporation			
Sheraton Eatontown			
Sprint Communications			
Osteotech Inc.			
Comcast of Monmouth County			
West Ward Pharmaceutical			
	<u>0</u>		<u>0.00%</u>

**Note:** N/A = Not Available

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
Principal Employers,  
Current Year

TINTON FALLS BOROUGH

<u>2017</u>			
<u>Employer</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
N/A	N/A	N/A	N/A
	<u>-</u>		<u>0.00%</u>

Note: N/A = Not Available

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
Principal Employers,  
Current Year**

**SHREWSBURY TOWNSHIP**

<u>2017</u>			
<u>Employer</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Shrewsbury Township	N/A	N/A	N/A
	<u>-</u>		<u>0.00%</u>

**Note:** N/A = Not Available

**Note:** \* Since updated information was not available at the time of the Audit, prior year information was reported.

*OPERATING INFORMATION*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Full-time Equivalent District Employees by Function/Program,**  
**For the Year Ended June 30, 2017**

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Instruction										
Regular	89.2	99.5	85.9	84.9	94.7	95	92.85	92.4	79	79
Special education	26.2	9.5	17.6	16.6	6.4	5	4	4	21	18
Other special education										
Vocational										
Other instruction					3.2					
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	15	15.6	23.6	21.8	20.8	30.26	30.26	32.76	33.76	27.14
General administration	2	2	2	2	2	3	3	3	3	3
School administrative services	9.2	7.6	7.7	7.7	7.7	8.5	8.5	8.5	8.5	7.5
Other administrative services	2.2	2.2	2.2	2.2	2.2	4.4	4.4	4.4	4.4	4.4
Central services	24.5	32	18	14	14.8	12.2	12.2	12.2	12.2	12.2
Administrative Information Technology	3.5	4	4	4	4	3	3	4	3	3
Plant operations and maintenance	15	15	21	21	22	21	21	20	19	19
Pupil transportation	16	15	18	18	16	17	18	18	18	18
Other support services			2	2	1	1	1	1	1	1
Special Schools										0
Food Service										
Child Care										
<b>Total</b>	<u>202.8</u>	<u>202.4</u>	<u>202.0</u>	<u>194.2</u>	<u>194.8</u>	<u>200.4</u>	<u>198.2</u>	<u>200.3</u>	<u>202.9</u>	<u>192.2</u>

Source: District Personnel Records

**MONMOUTH 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 <sup>b</sup>	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2008	1,173	25,586,611	\$ 21,813	3.88%	141.6	-	-	8.3	1,173.2	1,117.0	0.24%	95.21%
2009	1,123	24,417,528	\$ 21,743	-0.32%	109	-	-	9.1	1,123.6	1,069.2	-4.22%	95.16%
2010	1,123	25,259,352	\$ 22,493	-0.42%	110	-	-	8.9	1,086.5	1,029.7	-3.30%	94.77%
2011	1,054	24,632,827	\$ 23,371	-0.32%	107	-	-	9.9	1,017.6	963.4	-6.34%	94.67%
2009	1,123	\$ -	\$ -	-0.32%	141.6	-	-	10.6	1,123.6	1,072.2	295.78%	95.43%
2009	1,123	\$ -	\$ -	-0.32%	141.6	-	-	10.7	1,123.6	1,073.2	395.78%	95.51%
2014	977	24,918,044	\$ 25,505	6.16%	118	-	-	8.3	940.1	880.1	-5.15%	93.61%
2015	978	24,854,517	\$ 25,414	-0.36%	119	-	-	8.2	947.9	888.0	0.83%	93.68%
2016	1,013	24,973,018	\$ 24,665	-2.95%	100	-	-	10.13	983.8	921.3	3.78%	93.65%
2017	1,012	24,942,640	\$ 24,647	-0.07%	97	-	-	10.43	975.5	912.0	-0.84%	93.49%

Source: District records

Note: Enrollment based on annual October district count.

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 School Building Information  
 Last Ten Fiscal Years  
 District Building**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>High School</b>										
Monmouth Regional High School (1959)										
Square Feet	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441
Capacity (students)	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241
Enrollment	1,173	1,123	1,123	1,054	1,016	1,031	977	978	978	1,011

Number of Schools at June 30, 2016  
 Senior High School                   1

**Source:** District Facilities Office  
 October 15, Enrollment data

## Exhibit J-19

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Schedule Of Required Maintenance For School Facilities**  
**Last ten fiscal years**

**UNDISTRIBUTED EXPENDITURES - REQUIRED  
MAINTENANCE FOR SCHOOL FACILITIES**

*School Facilities	<u>Monmouth Regional High School</u>
2008	725,519
2009	682,255
2010	725,519
2011	767,548
2012	768,727
2013	670,660
2014	650,033
2015	822,242
2016	588,802
2017	<u>644,825</u>
Total School Facilities	<u>\$ 7,046,130</u>

**Note:** \*School Facilities as Defined Under EFCFA.  
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
June 30, 2017  
UNAUDITED**

Type of Policy	Coverage	Deductible
School Package Policy-Utica National Insurance Company		
Commerial Property	\$ 52,145,073	\$ 5,000
General Liability	1,000,000/3,000,000	-
Crime Coverage	included	
Employee Benefits Liability	included	
Automobile	1,000,000	1,000
Excess Liability	10,000,000	10,000
School Leaders Errors and Omissions Policy - NJSBAIG/MOCSSIF	5,000,000	20,000
Worker's Compensation Policy - MOCSSIF/NJBAIG Fund	2,000,000	
Excess Workers' Compensation - Chubb 7 day waiting		
Public Officials Faithful Performance Bonds - Selective Insurance		
Business Administrator	300,000	-
Treasurer of School Monies	300,000	-
Student Accident	5,000,000	

**Source:** District records.

***SINGLE AUDIT SECTION***

*Certified Public Accountants*

485 Morris Avenue  
Springfield, New Jersey 07081  
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## MEMBER:

American Society of Certified Public Accountants  
New Jersey Society of Certified Public Accountants

K-1

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

The Honorable President and  
Members of the Board of Education  
Monmouth Regional High School District  
County of Monmouth  
Tinton Falls, 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monmouth 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 Monmouth Regional High School District's basic financial statements, and have issued our report thereon dated November 30, 2017.

**Internal Control Over Financial Reporting**

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

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

This report is intended for the information of the management of the Monmouth Regional High School District Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone  
Licensed Public School Accountant  
No. CS-02103  
Cannone & Company, CPAs

November 30, 2017

*Certified Public Accountants*

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New Jersey Society of Certified Public Accountants

K-2

**Report on Compliance For Each Major Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance as required by New Jersey OMB Circular 15-08**

The Honorable President and  
Members of the Board of Education  
Monmouth Regional High School District  
County of Monmouth  
Tinton Falls, New Jersey

**Report on Compliance for Each Major Federal and State Program**

We have audited the Board of Education of the Monmouth Regional High School District, in the County of Monmouth, compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2017. The Monmouth Regional High School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Monmouth 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; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. 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 program occurred. An audit includes examining, on a test basis, evidence about Monmouth 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 Monmouth Regional High School District's compliance.

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

In our opinion, Monmouth 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 for the year ended June 30, 2017.

#### ***Other Matters***

The results of our auditing procedures did not disclose instances of noncompliance, which are required to be reported in accordance with Uniform Guidance, in the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our opinion on each major federal and state program is not modified with respect to these matters.

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

Management of Monmouth Regional High School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Monmouth 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, the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as

prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, 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 Monmouth 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 federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal 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 Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Accordingly, this report is not suitable for any other purpose.

### ***Report on Schedule of Expenditures of Federal Awards and the Schedule of Expenditures of State Financial Assistance Required by Uniform Guidance and State Financial Assistance***

We have audited the financial statements of Monmouth Regional High School District as of and for the year ended June 30, 2017, and have issued our report thereon dated November 30, 2017, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial

statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards and the schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the financial statements

This report is intended solely for the information of the management of the Monmouth Regional High School Board of Education, the New Jersey State Department of Education (cognizant audit agency), other state and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone  
Licensed Public School Accountant  
No. CS-02103  
Cannone & Company, CPAs

November 30, 2017



MONMOUTH REGIONAL HIGH 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	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2016			Carryover Amount/ Walkover	Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at 06/30/2017											
					Deferred Revenue	Accounts Receivable	Due to Grantor							Deferred Revenue	(Accounts Receivable)	Due to Grantor									
U.S. Department of Agriculture																									
Passed-through State Department of Education:																									
Enterprise Fund:																									
Food Distribution Program	10.550	N/A	07/01/16-06/30/17	22,608					22,608	(22,608)															
National School Lunch Program	10.555	N/A	07/01/15-06/30/16	106,973		(4,750)			4,750																
National School Lunch Program	10.555	N/A	07/01/16-06/30/17	114,452					110,954	(114,452)							(3,498)								
National School Breakfast Program	10.553	N/A	07/01/15-06/30/16	25,789		(1,414)			1,414																
National School Breakfast Program	10.553	N/A	07/01/16-06/30/17	24,219					23,144	(24,219)							(1,075)								
Total U.S. Department of Agriculture						0	(6,164)	0	0	0	162,870	(161,279)	0	0	0		(4,573)	0							
U.S. Department of Education																									
Passed-through State Department of Education:																									
Special Revenue Fund:																									
Medical Assistance Program (SEMI)	93.778		07/01/16-06/30/17	6,737						(6,737)															
NCLB Title I	84.010A	NCLB327017	07/01/16-06/30/17	111,043				98,370	3,690	(9,909)							(6,219)								
NCLB Title I	84.010A	NCLB327016	09/01/15-08/31/16	105,036		(6,371)		(98,370)	16,155	(13,648)							(3,864)								
NCLB Title I	84.010A	NCLB327015	09/01/14-08/31/15	100,372			1,351										1,351								
NCLB Title II - Part A	84.367A	NCLB327017	07/01/16-06/30/17	25,686				6,938	22,607	(28,469)							(5,862)								
NCLB Title II - Part A	84.367A	NCLB327016	09/01/15-08/31/16	26,254		(4,125)		(6,938)	8,564	(4,439)															
NCLB Title III - Immigrant	84.365	NCLB327017	07/01/16-06/30/17	1,822					618	(1,818)							(1,200)								
I.D.E.A. Part B	84.027	NCLB327017	09/01/16-08/31/17	281,361				14,378	272,489	(278,748)							(6,259)								
I.D.E.A. Part B	84.027	NCLB327016	09/01/15-08/31/16	285,372				(14,378)	2,185	(8,665)															
Total U.S. Dept. of Ed. - Special Revenue Fund						6,480	(10,496)	1,351	0	0	333,045	(352,433)	0	0	0		(23,404)	1,351							
Total Federal Financial Assistance						\$ 6,480	\$ (16,660)	\$ 1,351	\$ 0	\$ 0	\$ 495,915	\$ (513,712)	\$ 0	\$ 0	\$ 0		(27,977)	\$ 1,351							

See accompanying notes to schedules of financial assistance.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2016		Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	Balance at June 30, 2017			Memo	
				Deferred Revenue (Accounts Receivable)	Due to Grantor						GAAP Budgetary Deferred Revenue	GAAP Budgetary (Accounts Receivable)	Due to Grantor	Budgetary Receivables	Cumulative Total Expenditures
State Department of Education															
General Fund:															
Transportation Aid	17-495-034-5120-014	7/1/16-6/30/17	583,284				524,956	(583,284)						(58,328)	(583,284)
Transportation Aid	16-495-034-5120-014	7/1/15-6/30/16	583,284	\$ (58,328)			58,328								583,284
Special Education Aid	17-495-034-5120-089	7/1/16-6/30/17	643,368				579,032	643,368						(64,336)	643,368
Special Education Aid	16-495-034-5120-089	7/1/15-6/30/16	643,368	(64,337)			64,337								643,368
Equalization Aid	17-495-034-5120-078	7/1/16-6/30/17	299,370				269,443	(299,370)						(29,937)	299,370
Equalization Aid	16-495-034-5120-078	7/1/15-6/30/16	299,370	(29,937)			29,937								299,370
Adjustment Aid	17-495-034-5120-085	7/1/16-6/30/17	1,703,247				1,544,907	(1,703,247)						(158,340)	1,703,247
Adjustment Aid	16-495-034-5120-085	7/1/15-6/30/16	1,703,247	(159,793)			159,793								1,703,247
Security Aid	17-495-034-5120-084	7/1/16-6/30/17	108,037				97,234	(108,037)						(10,803)	108,037
Extraordinary Special Education Costs Aid	17-495-034-5120-044	7/1/16-6/30/17	188,869					(188,869)					(188,869)	(188,869)	188,869
Extraordinary Special Education Costs Aid	17-495-034-5120-044	7/1/15-6/30/16	208,059	(208,059)			208,059								208,059
Nonpublic Transportation Costs	17-100-034-5120-068	7/1/16-6/30/17	9,879				9,879	(9,879)					(9,879)	(9,879)	9,879
Nonpublic Transportation Costs	16-100-034-5120-068	7/1/15-6/30/16	15,483	(15,483)			15,483								15,483
Per Pupil Growth Aid	17-495-034-5120-097	7/1/16-6/30/17	9,510				8,559	(9,510)						(951)	9,510
Per Pupil Growth Aid	16-495-034-5120-097	7/1/15-6/30/16	9,510	(951)			951								9,510
PARCC Readiness Aid	17-495-034-5120-098	7/1/16-6/30/17	9,510				8,559	(9,510)						(951)	9,510
PARCC Readiness Aid	16-495-034-5120-098	7/1/15-6/30/16	9,510	(951)			951								9,510
Prof. Learning Comm. Aid	17-495-034-5120-101	7/1/16-6/30/17	9,990				8,991	(9,990)						(999)	9,990
On Behalf of TPAF Pension Contributions	17-495-034-5095-006	7/1/16-6/30/17	985,685				985,685	(985,685)							985,685
On Behalf of TPAF Postretirement Medical Contributions	17-495-034-5095-001	7/1/16-6/30/17	823,378				823,378	(823,378)							823,378
Reimbursed TPAF Social Security Contributions	17-495-034-5095-003	7/1/16-6/30/17	666,257				633,453	(666,257)					(32,804)	(32,804)	666,257
Reimbursed TPAF Social Security Contributions	16-495-034-5095-003	7/1/15-6/30/16	676,346	(35,560)			35,560								676,346
Total General Fund				\$ (573,399)	\$ 0	\$ 0	\$ 5,532,640	\$ (4,170,364)	\$ 0	\$ 0	\$ 0	\$ (231,552)	\$ 0	\$ (497,869)	\$ 9,605,277
Special Revenue Fund:															
N.J. Nonpublic Aid:															
Handicapped Services:															
Supplemental Instruction	17-100-034-5120-066	7/1/16-6/30/17	8,632				8,632	(8,632)							8,632
Supplemental Instruction	16-100-034-5120-066	7/1/15-6/30/16	9,951		(1,990)					1,990					9,951
Examination and Classification	17-100-034-5120-066	7/1/16-6/30/17	25,404				25,404	(25,404)							25,404
Examination and Classification	16-100-034-5120-066	7/1/15-6/30/16	27,609		(3,074)					3,074					27,609
Examination and Classification	15-100-034-5120-066	7/1/14-6/30/15	26,295		(16,923)					16,923					26,295
Auxiliary Services:															
Technology	17-100-034-5120-373	7/1/16-6/30/17	11,752				11,752	(8,867)					(2,885)		8,867
Technology	16-100-034-5120-373	7/1/15-6/30/16	8,502		(234)					234					8,502
Textbook Aid	17-100-034-5120-064	7/1/16-6/30/17	26,053				26,053	(26,053)							26,053
Textbook Aid	16-100-034-5120-064	7/1/15-6/30/16	18,672		(561)					561					18,053
Textbook Aid	15-100-034-5120-064	7/1/14-6/30/15	18,053		(18,053)					18,053					40,950
Nursing Services	17-100-034-5120-070	7/1/16-6/30/17	40,950				40,950	(40,950)							40,950
Nursing Services	16-100-034-5120-070	7/1/15-6/30/16	29,430		(97)					97					17,502
Nursing Services	15-100-034-5120-070	7/1/14-6/30/15	28,740		(17,502)					17,502					97
Security	17-100-034-5120-070	7/1/16-6/30/17	5,500				5,500	(5,500)							5,500
Total Special Revenue Fund				\$ 0	\$ (58,434)	\$ 0	\$ 118,291	\$ (115,406)	\$ 0	\$ 58,434	\$ 0	\$ 0	\$ (2,885)	\$ 0	\$ 223,976
Enterprise Fund:															
National School Lunch Program (State)	17-100-034-5120-123	7/1/16-6/30/17	2,779				2,693	(2,779)						(86)	
National School Lunch Program (State)	16-100-034-5120-123	7/1/15-6/30/16	2,651		(117)		117								2,651
Total Enterprise Fund				\$ (117)	\$ 0	\$ 0	\$ 2,810	\$ (2,779)	\$ 0	\$ 0	\$ 0	\$ (86)	\$ 0	\$ 0	\$ 2,651
Total State Financial Assistance				\$ (573,516)	\$ (58,434)	\$ 0	\$ 5,653,741	\$ (4,288,549)	\$ 0	\$ 58,434	\$ 0	\$ (231,638)	\$ (2,885)	\$ (497,869)	\$ 9,831,904
Less State Financial Assistance not Subject to New Jersey OMB Circular 04-04 On Behalf of TPAF Pension Contributions															
(1,809,063)															
Total State Financial Assistance Subject to New Jersey OMB Circular 04-04															
(2,479,486)															

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MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE  
 JUNE 30, 2017

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the modified accrual basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 to the Board's general purpose financial statements.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. 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 for the General Fund is \$(10,388) and for the Special Revenue Fund is \$0. Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 6,737	\$ 6,029,996	\$ 6,036,733
Special Revenue Fund	345,696	115,406	461,102
Capital Projects			-
Debt Service			-
Food Service	<u>138,671</u>	<u>2,779</u>	<u>141,450</u>
Total Financial Assistance	<u>\$ 491,104</u>	<u>\$ 6,148,181</u>	<u>\$ 6,639,285</u>

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MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE  
JUNE 30, 2017

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

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**Section I - Summary of Auditor's Results**

**Financial Statements**

(Reference - Section .516 and .518 of Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards)

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- 1. Material weakness(es) identified?        yes   ✓   no
- 2. Significant Deficiencies identified?        yes   ✓   none reported

Noncompliance material to basic financial statements noted?

       yes   ✓   no

**Federal Awards**

Internal control over major programs:

- 1. Material weakness(es) identified?        yes   ✓   no
- 2. Significant Deficiencies identified?        yes   ✓   none reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 Section .516(a) of Uniform Guidance?

       yes   ✓   no

Identification of major programs:

CFDA Number  
N/A

Name of Federal Program or Cluster

Dollar threshold used to distinguish between type A and type B programs: (518)

\$750,000

Auditee qualified as low-risk auditee?

  ✓   yes        no

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**Section I - Summary of Auditor's Results (Continued)**

**State Awards**

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low risk auditee?  yes  no

Internal Control over major programs:

1) Material weakness(es) identified?  yes  no

2) Significant deficiencies identified that are not considered to be material weaknesses?  yes  none reported

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

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08 as applicable?  yes  no

Identification of major programs:

<u>State Grant Number</u>	<u>Name of State Program</u>
<u>17-495-034-5095-002</u>	<u>Reimbursed TPAF Social Security Contributions</u>
<u>17-495-034-5120-014</u>	<u>Transportation Aid (State Aid - Public Cluster)</u>
<u>17-495-034-5120-078</u>	<u>Equalization Aid (State Aid - Public Cluster)</u>
<u>17-495-034-5120-085</u>	<u>Adjustment Aid (State Aid - Public Cluster)</u>
<u>17-495-034-5120-089</u>	<u>Special Education Aid (State Aid - Public Cluster)</u>
<u>17-495-034-5120-097</u>	<u>Per Pupil Growth Aid (State Aid - Public Cluster)</u>
<u>17-495-034-5120-098</u>	<u>PARCC Readiness Aid (State Aid - Public Cluster)</u>
<u>17-495-034-5120-101</u>	<u>Prof Learning Comm Aid (State Aid - Public Cluster)</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF UNION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**Section II - Schedule of Financial Statement Findings**

No federal or state award findings or questioned costs were noted that are required to be reported in accordance with Uniform Guidance or NJ OMB 15-08.

K-6  
Sheet 4

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

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

No federal or state award findings or questioned costs were noted that are required to be reported in accordance with Uniform Guidance or NJ OMB 15-08.



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Follow-up on Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations.

The District had no prior year audit findings.