

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

Mullica Hill, New Jersey
County of Gloucester

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

MULLICA HILL, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Prepared by

**Clearview Regional High School District
Finance Department**

OUTLINE OF CAFR - GASB #34

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INTRODUCTORY SECTION

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Clearview Regional High School District

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(856) 223-2765

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BUSINESS ADMINISTRATOR
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February 22, 2019

Honorable President and
Members of the Board of Education
Clearview Regional High School District
Mullica Hill, New Jersey 08062

Dear Board Members and Constituents:

The comprehensive annual financial report of the Clearview Regional High School District for the fiscal year ended June 30, 2018, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections; introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the 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 District is required to undergo an annual single audit in conformity with the requirements of the Uniform Guidance and New Jersey OMB's Circular 15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

The Clearview Regional High School District is an independent reporting entity within the criteria adopted by the G.A.S.B. as established by Statement No. 14. All funds and account groups of the District are included in this report. The Clearview Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels 7 through 12. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2017/18 fiscal year with an enrollment of 2,322 students. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2017-18	2,322	-2.11%
2016-17	2,372	-2.67%
2015-16	2,437	-2.16%
2014-15	2,491	-0.01%
2013-14	2,516	1.1%
2012-13	2,489	- .3%
2011-12	2,498	- .2%
2010-11	2,501	2.5%
2009-10	2,441	-.5%
2008-09	2,454	2.3%

2. ECONOMIC CONDITION AND OUTLOOK:

The Clearview Regional High School District, Gloucester County, New Jersey, is a community comprised of both Harrison and Mantua Townships. Our community, like most communities across the nation, is feeling the effects of the current economic client. The District has been fiscally responsible in light of the economic hardships endured by the community and continues to bring their budget in under the mandated tax levy cap. Although the State of New Jersey and all the governmental entities received a downgrade in their bond rating in 2011; Clearview Regional High School District received an AA/Stable rating from Standard and Poor’s on October 29, 2014, evidencing the financial stability of the school district.

Through-out the past decade, the Clearview Regional High School District has experienced a period of several years of development and expansion. The economy did slow the housing development beginning in the 2009/10 year which has caused a decrease in student enrollment over the last five years. The community is comprised of predominately single-family residences.

Although the economic times have been challenging, the Clearview Regional High School District has maintained its high standards and rigorous curriculum, continuing its tradition of being a high performing school district which is the foremost reason why most residents have chosen to reside here.

3. MAJOR INITIATIVES:

Students continued to outperform the state averages on assessments in 2018. The current PARCC (Partnership for Assessment of Readiness for College and Careers) assessments are administered to all students in ELA: grades seven through eleven and all students in Math: grades seven, eight, Algebra 1, Geometry and Algebra 2.

Of those Seniors who graduated in June of 2018, 66% went to four year colleges, 22% went to two year colleges, 3% went to vocational or trade schools, 3% - employment, 2% - military and 4% - other.

Our academic program offers a variety of courses and services to meet the needs of all of our students, while providing them with the chance to pursue their own areas of interest. We offer over 180 courses, including 17 Advanced Placement classes, along with Honors and advanced offerings in all fields of study. We currently have certified program articulation agreements with Rowan College at Gloucester County and Camden County College in several courses and in numerous honors-level content courses. In addition to the traditional course offerings in English, Social Studies, Math, Science, World Languages, and Health and Physical Education, Clearview offers a comprehensive program that provides students with the opportunity to explore and/or excel in areas of talent and interest. These areas include programs in

Visual and Performing Arts (VPA) and Career and Technical programs. The VPA Department offers students creative outlets with award winning art and music programs, and advanced courses such as AP Music Theory, Vocal Ensemble, Wind Ensemble, AP Studio Art, Honors Art IV and Digital Art and Design. The Career and Technical Department includes four programs of study: Business, Culinary Arts, Engineering, and Media Arts, and also provides additional elective offerings in Clothing Construction, Construction, Education, Finance, and Informational Technology. The Career and Technology Department has been recognized for their numerous accomplishments in New Jersey and nationally. In the Business area, students choose from three career pathways of study: Accounting, Global Logistics, and Marketing. The Engineering courses include Architecture, CAD, Engineering, and Robotics. Through the Media program, students produce a daily television school-news program and a weekly-news features program for the local cable access channel. The Culinary Arts program provides students with practical skills in areas such as gourmet and cultural foods, and child development. Students in the child development program operate the Little Pioneers Pre-School on campus as part of their classroom experience.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

5. BUDGETARY CONTROLS:

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2018.

6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (G.A.S.B.). The accounting system of the District is organized on the basis of funds and account groups.

7. DEBT ADMINISTRATION:

At June 30, 2018, the District's outstanding debt issues included \$13,728,000 of general obligation bonds.

On December 1, 1997, the District issued general obligation bonds in the amount of \$10,105,000 to advance refund \$9,255,000 of the 1994 general obligation bonds which had call options. The 1997 refunding bonds were issued with a net bond premium of \$153,805 that was used, in part, to pay issuance costs of \$119,310. As a result of the advance refunding, the District reduced its total debt service requirements by \$399,191, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$295,453.

Bonds were issued on February 15, 2003. The proceeds were placed in the District's capital projects fund to provide funds for capital improvements to the District's buildings and grounds. The improvements included the construction of additions and renovations to the Clearview Regional High School and the Clearview Regional Middle School, and to make the necessary onsite and offsite improvements and purchase of the necessary furniture and equipment associated with the construction and renovations in these facilities. The total amount of the bond is \$23,867,000.

On December 10, 2009 the District issued bonds totaling \$1,303,000 for installation of solar photovoltaic panels on the Middle School Roof. The State of New Jersey will fund 50.92% of the project costs as the bonds come due annually with debt service aid.

On November 10, 2010, the District issued general obligation bonds in the amount of \$18,745,000 to advance refund \$18,967,000 of the 2003 general obligation bonds which had call options. The 2010 refunding bonds were issued with a net bond premium of \$1,584,606 that was used, in part, to pay issuance costs of \$75,000. As a result of the advance refunding, the District reduced its total debt service requirements by \$1,163,814, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$987,246.

In December 2015, the District issued \$1,995,000 of School Bonds for various improvements and/or renovations at the High School, Middle School and Administration Building. Payments are due each February 1st and August 1st commencing August 2016.

8. CASH MANAGEMENT:

The investment policy of the District is guided in large part by the state statute as detailed in "Notes to the Financial Statements", Note 2. The District has opted 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 ("G.U.D.P.A."). G.U.D.P.A. was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9. RISK MANAGEMENT:

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

10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C., was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.


11. ACKNOWLEDGMENTS:

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

Respectfully Submitted,



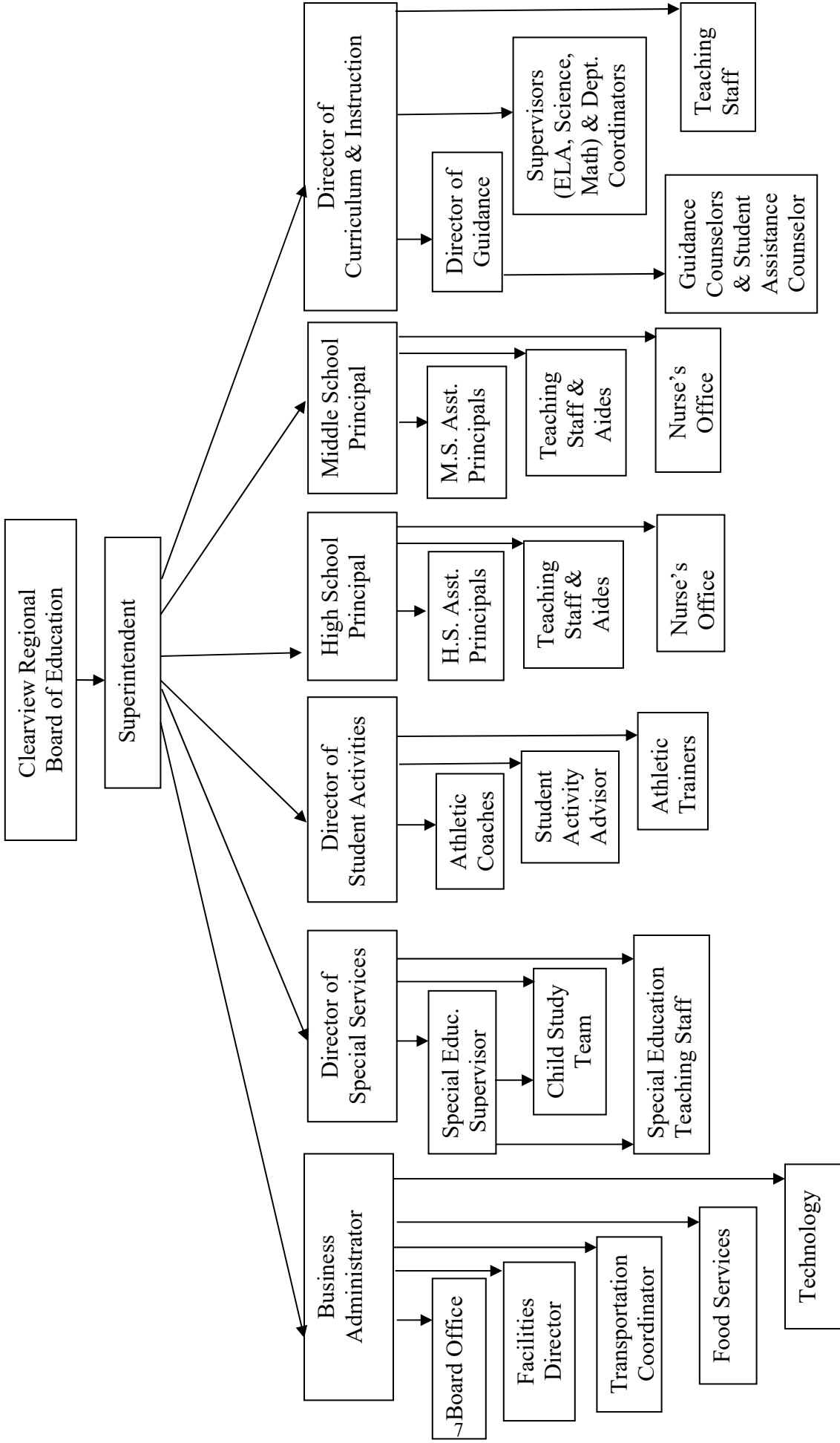
John Horchak III
Superintendent



Esther R. Pennell, CPA
Business Administrator

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Organizational Chart



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CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
420 Cedar Road
Mullica Hill, New Jersey 08062

ROSTER OF OFFICIALS

June 30, 2018

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Michele Giaquinto, President	2020
Ron Moore, Vice President	2018
David Burgin	2020
Debbie Lundberg	2019
Gregory Fuller	2020
Paul Ware	2019
Karen Vick	2018
Jeff Chierici	2019
Sherry Mongiovi-Dvorak	2018

OTHER OFFICIALS

John Horchak, III, Superintendent

Esther R. Pennell, CPA, School Business Administrator

Frank P. Cavallo, Jr., Esquire, Solicitor

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
MULLICA HILL, NEW JERSEY**

CONSULTANTS AND ADVISORS

AUDIT FIRM

Michael Holt, CPA, PSA
Holman Frenia Allison, P.C.
618 Stokes Road
Medford, New Jersey 08055

ATTORNEY

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Mount Laurel, New Jersey 08054-1539

OFFICIAL DEPOSITORY

Century Savings Bank
100 N. Main Street
Mullica Hill, New Jersey 08062

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Clearview Regional High School District
County of Gloucester
Mullica Hill, New Jersey 08062

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clearview Regional High School District, County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clearview Regional High School District, County of Gloucester, State of New Jersey, as of June 30, 2018, 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.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2018 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other than Pensions – an amendment of GASB Statement No. 45, 57 & 74. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Clearview Regional High School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial

assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 22, 2019 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Michael Holt
Certified Public Accountant
Public School Accountant, No. 1148

Medford, New Jersey
February 22, 2019

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

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CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

As management of the Clearview Regional High School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2018. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Fund and Transportation Internal Service Fund. Business-type activities reflect the Food Service Fund, Little Pioneers Fund, Summer Camp Fund and School Store Fund.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Fund Financial Statements (continued)

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains five types of proprietary funds – four Enterprise Funds and one Internal Service Fund. The fund financial statements of the enterprise funds and internal service fund provide the same information as the government-wide financial statements, only in more detail.

The School District's four enterprise funds (Food Service, Little Pioneers, School Store and Summer Camps) are listed individually and is considered to be a major fund.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Financial Analysis of the School District as a Whole

Table 1 provides a summary of the School Districts net position for the fiscal years 2018 compared to fiscal year 2017.

Table 1
Summary of Net Position

	June 30, <u>2018</u>	June 30, <u>2017</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 8,110,295	\$ 7,532,414	\$ 577,881	7.7%
Capital Assets, Net	<u>42,004,482</u>	<u>42,352,292</u>	<u>(347,810)</u>	-0.8%
Total Assets	<u>50,114,777</u>	<u>49,884,706</u>	<u>230,071</u>	0.5%
Deferred Outflow of Resources	<u>3,745,349</u>	<u>5,101,821</u>	<u>(1,356,472)</u>	-26.6%
Current and other Liabilities	873,804	1,258,905	(385,101)	-30.6%
Noncurrent Liabilities	<u>27,553,884</u>	<u>33,309,543</u>	<u>(5,755,659)</u>	-17.3%
Total Liabilities	<u>28,427,688</u>	<u>34,568,448</u>	<u>(6,140,760)</u>	-17.8%
Deferred Inflow of Resources	<u>2,946,589</u>	<u>530,573</u>	<u>2,416,016</u>	455.4%
Net Position:				
Net Investment in Capital Assets	28,139,993	26,258,680	1,881,313	7.2%
Restricted	7,285,130	7,112,581	172,549	2.4%
Unrestricted (Deficit)	<u>(12,939,274)</u>	<u>(13,483,755)</u>	<u>544,481</u>	-4.0%
Total Net Position	<u>\$ 22,485,849</u>	<u>\$ 19,887,506</u>	<u>\$ 2,598,343</u>	13.1%

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Table 2 shows the changes in net position for fiscal year 2018 compared to fiscal year 2017.

Table 2
Summary of Changes in Net Position

	June 30, <u>2018</u>	June 30, <u>2017</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 1,608,483	\$ 1,546,019	\$ 62,464	4.0%
Operating Grants & Contributions	13,547,494	4,888,835	8,658,659	177.1%
General Revenues:				
Property Taxes	21,122,905	20,786,291	336,614	1.6%
Federal & State Aid	15,437,742	15,528,369	(90,627)	-0.6%
Other General Revenues	1,481,756	887,740	594,016	66.9%
Total Revenues	53,198,380	43,637,254	9,561,126	21.9%
Function/Program Expenditures:				
Regular Instruction	10,863,994	11,034,247	(170,253)	-1.5%
Special Education Instruction	3,070,011	3,144,608	(74,597)	-2.4%
Other Instruction	1,090,542	1,086,691	3,851	0.4%
Tuition	2,197,612	2,471,298	(273,686)	-11.1%
Student & Instruction Related Services	2,910,602	3,027,107	(116,505)	-3.8%
General Administrative	615,015	562,584	52,431	9.3%
School Administrative Services	1,582,566	1,557,228	25,338	1.6%
Central Services	409,635	414,631	(4,996)	-1.2%
Administrative Info. Technology	571,174	470,385	100,789	21.4%
Plant Operations & Maintenance	2,869,286	3,392,161	(522,875)	-15.4%
Pupil Transportation	2,408,589	2,383,245	25,344	1.1%
Unallocated Benefits	18,310,053	9,915,538	8,394,515	84.7%
Special Schools	-	56,552	(56,552)	-100.0%
Interest & Other Charges	760,252	843,880	(83,628)	-9.9%
Unallocated Depreciation	2,068,645	2,004,991	63,654	3.2%
Food Service	787,271	814,098	(26,827)	-3.3%
School Store	17,461	15,908	1,553	9.8%
Summer Camps	8,326	6,341	1,985	31.3%
Little Pioneers	59,003	45,221	13,782	30.5%
Total Expenditures	50,600,037	43,246,714	7,353,323	17.0%
Change In Net Position	2,598,343	390,540	2,207,803	565.3%
Net Position - Beginning	19,887,506	19,496,966	390,540	2.0%
Net Position - Ending	\$ 22,485,849	\$ 19,887,506	\$ 2,598,343	13.1%

Governmental Activities

During the fiscal year 2018, the net position of governmental activities increased by \$2,565,209 or 13.1%. The primary reason for the increase was due to the repayment of long-term debt principal of \$2,195,000 and revenues being higher than expenditures by \$903,469.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$22,116,149, with an unrestricted deficit balance of \$(13,292,546). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

The School District’s governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$	(13,292,546)
Add back: PERS Pension Liability		12,223,361
Less: Deferred Outflows related to pensions		(3,353,637)
Add back: Deferred Inflows related to pensions		<u>2,946,589</u>
Unrestricted Net Position (Without GASB 68)	\$	<u>(1,476,233)</u>

Business-type Activities

During the fiscal year 2018, the net position of business-type activities increased by \$33,134 or 9.8%.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$369,700.

General Fund Budgeting Highlights

Final budgeted revenues were \$34,413,742, which was equal to the original budget. Excluding nonbudgeted revenues, the School District’s actual revenues exceeded budgeted revenues by \$517,156.

Final budgeted appropriations were \$37,283,850, which was an increase of \$228,961 from the original budget. The increase is primarily due to prior year reserve for encumbrances, which increase the budget appropriations in the subsequent fiscal year’s budget. Excluding nonbudgeted revenues, the School District’s budget appropriations exceeded actual expenditures by \$3,343,065.

The School District’s general fund balance – budgetary basis (Exhibit C-1) was \$8,599,652 at June 30, 2018, an increase of \$990,113 from the prior year.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$7,535,719, an increase of \$903,469 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$941,785 to \$7,194,944 at June 30, 2018, compared to an increase of \$847,333 in fund balance in the prior fiscal year. The primary factor(s) affecting the change in fund balance of the general fund were as follows:

- Normal increases in the tax levy received during 17/18
- Slight increase in tuition revenues compared to prior year

Special revenue fund – There was no change in the fund balance for the special revenue fund.

Capital projects fund - During the current fiscal year, the fund balance of the School District's capital projects fund decreased by \$38,316 to \$340,774 at June 30, 2018, compared to an increase of \$11,737 in fund balance in the prior fiscal year. The primary factor(s) affecting the change in fund balance of the capital projects fund was the current year expenditures on District capital projects.

Debt service fund – There was no change in the fund balance for the debt service fund.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$32,154 to \$374,135 at June 30, 2018, compared to an increase of \$9,552 in fund balance in the prior fiscal year.

Summer Camps - During the current fiscal year, the net position of the School District's summer camps fund decreased by \$(2,757) to \$10,908 at June 30, 2018, compared to an increase of \$1,109 in fund balance in the prior fiscal year.

Little Pioneers - During the current fiscal year, the net position of the School District's little pioneers fund decreased by \$(4,924) to \$36,186 at June 30, 2018, compared to an increase of \$13,465 in fund balance in the prior fiscal year.

School Store - During the current fiscal year, the net position of the School District's school store fund increased by \$8,661 to \$93,430 at June 30, 2018, compared to an increase of \$9,984 in fund balance in the prior fiscal year.

Transportation Internal Service Fund – During the current fiscal year, the net position of the School District's internal service fund increased by \$49,500 to \$54,915 at June 30, 2018. The increase was due to year end encumbrances that will be recorded as expenditures in the next fiscal year.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2018, totaled \$42,004,482 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District's investment in capital assets for the current fiscal year in the amount of \$347,810. This decrease is primarily due to the current year depreciation of capital assets. Table 4 shows fiscal 2018 balances compared to 2017.

Table 4
Summary of Capital Assets

<u>Capital Asset (Net of Depreciation):</u>	June 30, <u>2018</u>	June 30, <u>2017</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 1,556,708	\$ 1,556,708	\$ -	0.0%
Construction in Progress	631,163	69,532	561,631	807.7%
Land Improvements	979,098	1,185,121	(206,023)	-17.4%
Building and Improvements	37,067,426	38,003,474	(936,048)	-2.5%
Equipment	1,770,087	1,537,457	232,630	15.1%
	<u>\$ 42,004,482</u>	<u>\$ 42,352,292</u>	<u>\$ (347,810)</u>	<u>-0.8%</u>

Depreciation expense for the year was \$2,070,376. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$13,728,000, which is a decrease of \$2,195,000 from the prior year.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

Factors on the School District's Future

The Clearview Regional High School District is currently in sound financial condition. The District appreciates the support of our communities and understands the financial pressure placed on the taxpayers as taxes continue to rise. We will strive to become more effective and efficient as we continue to balance the needs of the students with the resources of the community. We remain committed to being a community center and will offer facilities and services that will be a source of pride for our communities. We are being proactive with facilities, financial resources and personnel in an effort to maintain services without financially burdening our communities.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Factors on the School District's Future (continued):

- **Capital Projects**

The District is committed to appropriating funds in order to keep our facilities up to date and safe for our students and staff. Preventive maintenance will continue to be our insurance policy that will ensure that we continue to have quality facilities to offer our public.

In 2017/18 the budget included a withdrawal from capital reserve to fund tennis court renovations and roof restorations at the High School. The tennis court project which cost \$678,375 was substantially complete in January 2018. The High School roof restoration project which cost \$536,020, was substantially complete in October 2017.

- **NCLB Implications**

The District is currently monitoring the No Child Left Behind, Federal legislation to ensure compliance with all of these new regulations.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mr. John Horchak III, Superintendent or Esther R. Pennell, Business Administrator at the address below or visit our website at www.clearviewreginal.edu.

Clearview Regional Board of Education
Administration Building
420 Cedar Road
Mullica Hill, NJ 08062
856-223-2764

BASIC FINANCIAL STATEMENTS

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A. District-Wide Financial Statements

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CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2018

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 3,021,098	\$ 331,201	\$ 3,352,299
Receivables, Net (Note 4)	807,847	40,832	848,679
Internal Balances	21,469	104	21,573
Inventory	-	33,550	33,550
Restricted Cash & Cash Equivalents	3,854,194	-	3,854,194
Capital Assets, Net (Note 5)			
Non-Depreciable	2,187,871	-	2,187,871
Depreciable	39,800,183	16,428	39,816,611
Total Assets	49,692,662	422,115	50,114,777
DEFERED OUTFLOW OF RESOURCES			
Related to Loss on Debt Refunding	391,712	-	391,712
Related to Pensions (Note 9)	3,353,637	-	3,353,637
Total Deferred Outflow of Resources	3,745,349	-	3,745,349
Total Assets and Deferred Outflow of Resources	53,438,011	422,115	53,860,126
LIABILITIES			
Accounts Payable	93,486	4,625	98,111
Accrued Interest Payable	198,188	-	198,188
Internal Balances	-	20,460	20,460
Due to Other Governments	527,114	-	527,114
Unearned Revenue	13,374	16,557	29,931
Noncurrent Liabilities (Note 7):			
Due Within One Year	2,467,051	-	2,467,051
Due Beyond One Year	25,076,060	10,773	25,086,833
Total Liabilities	28,375,273	52,415	28,427,688
DEFERED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 9)	2,946,589	-	2,946,589
Total Deferred Inflow of Resources	2,946,589	-	2,946,589
Total Liabilities and Deferred Inflow of Resources	31,321,862	52,415	31,374,277
NET POSITION			
Net Investment in Capital Assets	28,123,565	16,428	28,139,993
Restricted For:			
Capital Projects	3,530,178	-	3,530,178
Debt Service	1	-	1
Excess Surplus	3,090,161	-	3,090,161
Maintenance Reserve	648,560	-	648,560
Other Restricted Revenues	16,230	-	16,230
Unrestricted	(13,292,546)	353,272	(12,939,274)
Total Net Position	\$ 22,116,149	\$ 369,700	\$ 22,485,849

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 10,863,994	\$ -	\$ -	(10,863,994)	\$ -	\$ (10,863,994)
Special Education	3,070,011	-	455,438	(2,614,573)	-	(2,614,573)
Other Instruction	1,090,542	-	-	(1,090,542)	-	(1,090,542)
Support Services:						
Tuition	2,197,612	-	-	(2,197,612)	-	(2,197,612)
Student & Instruction Related Services	2,406,645	-	241,600	(2,165,045)	-	(2,165,045)
Health Services	281,536	-	-	(281,536)	-	(281,536)
Educational Media Services/School Library	222,421	-	-	(222,421)	-	(222,421)
School Administrative Services	1,582,566	-	-	(1,582,566)	-	(1,582,566)
General Administration	615,015	-	-	(615,015)	-	(615,015)
Central Services	409,635	-	-	(409,635)	-	(409,635)
Administrative Information Technology	571,174	-	-	(571,174)	-	(571,174)
Plant Operations & Maintenance	2,869,286	-	-	(2,869,286)	-	(2,869,286)
Pupil Transportation	2,408,589	787,189	-	(1,621,400)	-	(1,621,400)
Unallocated Benefits	18,310,053	143,413	12,652,224	(5,514,416)	-	(5,514,416)
Special Schools	-	-	-	-	-	-
Interest and Charges on Long-Term Debt	760,252	-	-	(760,252)	-	(760,252)
Unallocated Depreciation	2,068,645	-	-	(2,068,645)	-	(2,068,645)
Total Governmental Activities	49,727,976	930,602	13,349,262	(35,448,112)	-	(35,448,112)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		TOTAL
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	
Business-Type Activities:					
Food Service	787,271	592,111	198,232	-	3,072
School Store	17,461	26,122	-	-	8,661
Summer Camps	8,326	5,569	-	-	(2,757)
Little Pioneers	59,003	54,079	-	-	(4,924)
Total Business-Type Activities	872,061	677,881	198,232	-	4,052
Total Primary Government	\$ 50,600,037	\$ 1,608,483	\$ 13,547,494	(35,448,112)	4,052
General Revenues:					
Taxes:					
Property Taxes, Levied for General Purposes				18,521,388	-
Property Taxes, Levied for Debt Service				2,601,517	-
Federal & State Aid Not Restricted				15,316,938	-
Federal & State Aid Restricted				120,804	-
Tuition Charges				589,072	-
Investment Earnings				54,523	730
Miscellaneous Income				406,072	28,352
Capital Asset Adjustment				403,007	-
Total General Revenues, Special Items, Extraordinary Items & Transfers				38,013,321	29,082
Change In Net Position				2,565,209	33,134
Net Position - Beginning				19,550,940	336,566
Net Position - Ending				\$ 22,116,149	\$ 369,700
					\$ 22,485,849

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

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B. Fund Financial Statements

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Governmental Funds

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2018**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Cash & Cash Equivalents	\$ 2,941,295	\$ -	\$ 340,774	\$ 1	\$ 3,282,070
Receivables from Other Governments	444,996	62,617	-	-	507,613
Other Accounts Receivable	29,923	-	-	-	29,923
Interfund Accounts Receivable	21,469	-	-	-	21,469
Restricted Cash & Cash Equivalents	3,854,194	-	-	-	3,854,194
	<hr/>				
Total Assets	\$ 7,291,877	\$ 62,617	\$ 340,774	\$ 1	\$ 7,695,269
	<hr/>				
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Overdraft	\$ -	\$ 47,229	\$ -	\$ -	\$ 47,229
Accounts Payable	87,907	3,926	-	-	91,833
Intergovernmental Payable:					
State	-	7,114	-	-	7,114
Unearned Revenue	9,026	4,348	-	-	13,374
	<hr/>				
Total Liabilities	96,933	62,617	-	-	159,550
	<hr/>				
Fund Balances:					
Restricted for:					
Maintenance Reserve	648,560	-	-	-	648,560
Capital Reserve Account	3,189,404	-	-	-	3,189,404
Other Restricted Revenues	16,230	-	-	-	16,230
Excess Surplus - Designated for Subsequent Year's Expenditures	1,522,284	-	-	-	1,522,284
Excess Surplus	1,567,877	-	-	-	1,567,877
Capital Projects Fund	-	-	340,774	-	340,774
Debt Service Fund	-	-	-	1	1
Assigned to:					
Other Purposes	243,283	-	-	-	243,283
	<hr/>				
Total Fund Balances	7,194,944	-	340,774	1	7,535,719
	<hr/>				
Total Liabilities & Fund Balances	\$ 7,291,877	\$ 62,617	\$ 340,774	\$ 1	
	<hr/>				

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$77,473,374 and the accumulated depreciation is \$35,485,320. \$ 41,988,054

Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds. (198,188)

Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.

Deferred Outflows related to pensions	3,353,637
Deferred Inflows related to pensions	(2,946,589)
Deferred Outflow related to the loss on bond refunding of debt	391,712

Internal service funds are used by the School District to charge the costs transportation to other governments. The assets and liabilities of the internal service fund are included with governmental activities. 54,915

Accrued pension contributions for the June 30, 2018 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position. (520,000)

Long-term liabilities, including net pension liability on bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (27,543,111)

Net position of Governmental Activities \$ 22,116,149

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 18,521,388	\$ -	\$ -	\$ 2,601,517	\$ 21,122,905
Tuition	589,072	-	-	-	589,072
Transportation	12,000	-	-	-	12,000
Interest Earned on Investments	38,617	-	-	-	38,617
Interest Earned on Capital Reserve Funds	15,906	-	-	-	15,906
Miscellaneous	382,544	11,528	-	-	394,072
Total Local Sources	19,559,527	11,528	-	2,601,517	22,172,572
State Sources	19,833,867	65,161	-	120,804	20,019,832
Federal Sources	20,549	625,772	-	-	646,321
Total Revenues	39,413,943	702,461	-	2,722,321	42,838,725
Expenditures:					
Current Expense:					
Regular Instruction	10,863,994	-	-	-	10,863,994
Special Education Instruction	2,614,573	455,438	-	-	3,070,011
Other Instruction	1,090,542	-	-	-	1,090,542
Support Services:					
Tuition	2,197,612	-	-	-	2,197,612
Student & Instruction Related Services	2,165,045	241,600	-	-	2,406,645
Health Services	281,536	-	-	-	281,536
Educational Media Services/					
School Library	222,421	-	-	-	222,421
Instructional Staff Training	70,569	-	-	-	70,569
General Administrative	544,446	-	-	-	544,446
School Administrative Services	1,582,566	-	-	-	1,582,566
Central Services	409,635	-	-	-	409,635
Administrative Information Technology	571,174	-	-	-	571,174
Plant Operations & Maintenance	2,869,286	-	-	-	2,869,286
Pupil Transportation	1,670,900	-	-	-	1,670,900
Employee Benefits	5,213,707	-	-	-	5,213,707
On Behalf TPAF Pension and Social Security Contributions	4,531,373	-	-	-	4,531,373
Special Schools	-	-	-	-	-
Debt Service:					
Principal	-	-	-	2,195,000	2,195,000
Interest & Other Charges	217,620	-	-	612,321	829,941
Capital Outlay	1,270,159	5,423	38,316	-	1,313,898
Total Expenditures	38,387,158	702,461	38,316	2,807,321	41,935,256
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,026,785	-	(38,316)	(85,000)	903,469
Other Financing Sources/(Uses):					
Transfers In	-	-	-	85,000	85,000
Transfers Out	(85,000)	-	-	-	(85,000)
Cancellation of Prior Year AP	-	-	-	-	-
Total Other Financing Sources & Uses	(85,000)	-	-	85,000	-
Net Change in Fund Balances	941,785	-	(38,316)	-	903,469
Fund Balances July 1,	6,253,159	-	379,090	1	6,632,250
Fund Balances June 30,	\$ 7,194,944	\$ -	\$ 340,774	\$ 1	\$ 7,535,719

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

**CLEARVIEW 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, 2018**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 903,469

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	\$ (2,068,645)	
Capital Outlays Adjustments	403,007	
Capital Outlays	1,313,898	(351,740)

Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 2,195,000

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 an addition in the reconciliation (+). 35,566

Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Amortization of premium on bonds	132,051	
Amortization of loss on Bond Refunding	(97,928)	34,123

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. (257,895)

The Internal Service Fund is used by the District to charge the cost of Transportation to other Districts. The activity of this fund is included in the Statement of Activities. 49,500

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 (+). (42,814)

Change in Net Position of Governmental Activities \$ 2,565,209

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

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Proprietary Funds

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 FOR FISCAL YEAR ENDED JUNE 30, 2018**

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				GOVERNMENTAL	TOTAL
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS	ACTIVITIES- INTERNAL SERVICE FUND	
Current Assets:						
Cash & Cash Equivalents	\$ 199,127	\$ 19,992	\$ 77,638	\$ 34,444	\$ -	\$ 331,201
Receivables from Other						
Governments	11,509	-	-	-	270,311	281,820
Other Receivable	29,323	-	-	-	-	29,323
Interfund Receivable	-	228	-	104	-	332
Inventories	17,758	-	15,792	-	-	33,550
Total Current Assets	257,717	20,220	93,430	34,548	270,311	676,226
Fixed Assets:						
Equipment	312,037	-	-	-	-	312,037
Accumulated Depreciation	(295,609)	-	-	-	-	(295,609)
Total Fixed Assets	16,428	-	-	-	-	16,428
Total Assets	274,145	20,220	93,430	34,548	270,311	692,654
LIABILITIES						
Current Liabilities:						
Cash Overdraft	-	-	-	-	213,743	213,743
Accounts Payable	-	4,217	-	408	1,653	6,278
Unearned Revenue	8,812	5,095	-	2,650	-	16,557
Interfund Payable	20,460	-	-	228	-	20,688
Total Current Liabilities	29,272	9,312	-	3,286	215,396	257,266
Noncurrent Liabilities:						
Compensated Absences	10,773	-	-	-	-	10,773
Total Noncurrent Liabilities	10,773	-	-	-	-	10,773
Total Liabilities	40,045	9,312	-	3,286	215,396	268,039
NET POSITION						
Investment in Capital Assets	16,428	-	-	-	-	16,428
Unrestricted	217,672	10,908	93,430	31,262	54,915	408,187
Total Net Position	\$ 234,100	\$ 10,908	\$ 93,430	\$ 31,262	\$ 54,915	\$ 424,615

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND				GOVERNMENTAL ACTIVITIES- INTERNAL		TOTAL
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS	SERVICE FUND		
Operating Revenue:							
Daily Sales - Reimbursable Programs	\$ 288,823	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 288,823
Daily Sales - Nonreimbursable Programs	280,344	-	-	-	-	-	280,344
Transportation Fees	-	-	-	-	930,602	-	930,602
Special Functions	21,985	-	-	-	-	-	21,985
Miscellaneous Income	959	5,569	26,122	54,079	-	-	86,729
Total Operating Revenues	592,111	5,569	26,122	54,079	930,602	-	1,608,483
Operating Expenses:							
Salaries	259,089	7,853	3,000	53,240	431,402	-	754,584
Employee Benefits	111,812	473	230	4,072	143,413	-	260,000
Supplies and Materials	27,507	-	-	1,691	77,774	-	106,972
Other Purchased Services	45,845	-	-	-	3,276	-	49,121
Cleaning, Repair & Maintenance Services	15,794	-	-	-	40,872	-	56,666
Travel	-	-	-	-	24,822	-	24,822
Depreciation	1,731	-	-	-	-	-	1,731
Miscellaneous Other Expenses	601	-	-	-	353	-	954
Cost of Sales - Reimbursable Programs	204,682	-	14,231	-	-	-	218,913
Cost of Sales - Non-Reimbursable Programs	120,210	-	-	-	-	-	120,210
Other Purchase Services:							
Contracted Services (Between Home and Schoo	-	-	-	-	73,600	-	73,600
Contracted Services (Special Education	-	-	-	-	11,892	-	11,892
(Students) - Joint Agreements	-	-	-	-	73,698	-	73,698
Aid in Lieu	-	-	-	-	-	-	-
Total Operating Expenses	787,271	8,326	17,461	59,003	881,102	-	1,753,163
Operating (Loss)/Gain	(195,160)	(2,757)	8,661	(4,924)	49,500	-	(144,680)
Nonoperating Revenues/(Expenses):							
State Sources:							
State School Lunch Program	5,434	-	-	-	-	-	5,434
Federal Sources:							
National School Lunch Program	127,557	-	-	-	-	-	127,557
Food Distribution Program	45,863	-	-	-	-	-	45,863
National Breakfast Program	19,378	-	-	-	-	-	19,378
Interest Revenue	730	-	-	-	-	-	730
Profit Guarantee from FSMC	28,352	-	-	-	-	-	28,352
Total Nonoperating Revenues	227,314	-	-	-	-	-	227,314
Change in Net Position	32,154	(2,757)	8,661	(4,924)	49,500	-	82,634
Net Position - Beginning of Year	341,981	13,665	84,769	36,186	5,415	-	482,016
Total Net Position - End of Year	\$ 374,135	\$ 10,908	\$ 93,430	\$ 31,262	\$ 54,915	\$ -	\$ 564,650

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND				GOVERNMENTAL ACTIVITIES-	TOTAL
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS	INTERNAL SERVICE FUND	
Cash Flows From Operating Activities:						
Receipts from Customers	\$ 562,251	\$ 5,428	\$ 26,122	\$ 53,325	\$ 849,738	\$ 1,496,864
Payments to Employees	(266,541)	(7,853)	(3,000)	(53,240)	(436,429)	(767,063)
Payments for Employee Benefits	(111,812)	(473)	(230)	(4,072)	(143,413)	(260,000)
Payments to Suppliers	(410,019)	2,717	(15,268)	(1,283)	(306,287)	(730,140)
Net Cash Provided/(Used) by Operating Activities	(226,121)	(181)	7,624	(5,270)	(36,391)	(260,339)
Cash Flows From Capital Financing Activities						
Purchase of Equipment	(5,661)	-	-	-	-	(5,661)
Net Cash Used by Capital Financing Activities	(5,661)	-	-	-	-	(5,661)
Cash Flows From Noncapital Financing Activities						
Cash Received From State & Federal Reimbursement:	195,906	-	-	-	-	195,906
Net Cash Provided by Noncapital Financing Activities	224,258	-	-	-	-	224,258
Cash Flows From Investing Activities						
Interest & Dividends	730	-	-	-	-	730
Net Cash Provided by Investing Activities	730	-	-	-	-	730
Net Increase/(Decrease) in Cash & Cash Equivalents	(6,794)	(181)	7,624	(5,270)	(36,391)	(41,012)
Cash & Cash Equivalents, July 1	205,921	20,173	70,014	39,714	(177,352)	158,470
Cash & Cash Equivalents, June 30	\$ 199,127	\$ 19,992	\$ 77,638	\$ 34,444	\$ (213,743)	\$ 117,458

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Cash Provided/(Used) by Operating Activities:						
Operating Income/(Loss)	\$ (195,160)	\$ (2,757)	\$ 8,661	\$ (4,924)	\$ 49,500	\$ (144,680)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:						
Depreciation Expense	1,731	-	-	-	-	1,731
Change in Assets & Liabilities:						
(Increase)/Decrease in Accounts Receivable	(28,662)	-	-	96	(80,864)	(109,430)
(Increase)/Decrease in Inventory	(6,883)	-	(1,037)	-	-	(7,920)
Increase/(Decrease) in Unearned Revenue	(1,198)	(141)	-	(850)	-	(2,189)
Increase/(Decrease) in Accounts Payable	11,503	2,717	-	408	(5,027)	9,601
Increase/(Decrease) in Compensated Absences:	(7,452)	-	-	-	-	(7,452)
Total Adjustments	(30,961)	2,576	(1,037)	(346)	(85,891)	(115,659)
Net Cash Provided/(Used) by Operating Activities	\$ (226,121)	\$ (181)	\$ 7,624	\$ (5,270)	\$ (36,391)	\$ (260,339)

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

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Fiduciary Fund

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE				TOTAL
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	AGENCY PAYROLL FUND STUDENT ACTIVITIES	
Cash & Cash Equivalents	\$ 1,064	\$ 6,716	\$ 159,405	\$ 209,956	\$ 489,767
Total Assets	1,064	6,716	159,405	209,956	489,767
LIABILITIES					
Payroll Deductions & Withholdings	-	-	-	208,947	208,947
Accounts Payable	-	-	4,640	-	4,810
Due to Student Groups	-	-	-	489,493	489,493
Interfund Accounts Payable	-	-	-	1,009	1,113
Total Liabilities	-	-	4,640	209,956	489,767
NET POSITION					
Reserved:	-	-	154,765	-	154,765
Unemployment Claims Reserved for Scholarships	1,064	6,716	-	-	7,780
Total Net Position	\$ 1,064	\$ 6,716	\$ 154,765	\$ -	\$ 162,545

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUND
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	PRIVATE PURPOSE			TOTAL
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	
ADDITIONS:				
Contributions:				
Plan Member	\$ -	\$ -	\$ 33,385	\$ 33,385
Other	-	3,560	-	3,560
Total Contributions	-	3,560	33,385	36,945
Investment Earnings:				
Interest on Investments	-	17	559	576
Total Investment Earnings	-	17	559	576
Total Additions	-	3,577	33,944	37,521
DEDUCTIONS:				
Unemployment Claims	-	-	68,598	68,598
Cancellation of Prior Year AR	-	-	7,828	7,828
Scholarship Payments	-	4,000	-	4,000
Total Deductions	-	4,000	76,426	80,426
Change in Net Position	-	(423)	(42,482)	(42,905)
Net Position - Beginning of Year	1,064	7,139	197,247	205,450
Net Position - End of Year	\$ 1,064	\$ 6,716	\$ 154,765	\$ 162,545

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

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2018

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CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 1. Summary of Significant Accounting Policies

The financial statements of the Board of Education of Clearview Regional High School District (the ‘District’) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

Reporting Entity

The Clearview Regional High School District (hereafter referred to as the “District”) is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members’ terms expire each year. The purpose of the District is to educate students in grades kindergarten through sixth at its three schools. The District has an approximate enrollment at June 30, 2018 of 2,322 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14, The Financial Reporting Entity, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units and GASB Statement No. 61, The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34. The District had no component units as of for the year ended June 30, 2018.

Government-Wide Financial Statements

The District’s Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column. Fiduciary activities of the District are not included in these statements.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the District’s assets, deferred outflows of resources, liabilities, and

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 1. Summary of Significant Accounting Policies (continued):

deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position. The District's fiduciary funds are Agency Funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Agency funds are accounted for on a spending or "economic resources" measurement focus and the accrual basis of accounting as are the proprietary funds explained above.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. However, data from the fiduciary funds is not incorporated in the government-wide financial statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 1. Summary of Significant Accounting Policies (continued):

revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund and the C.D.A. program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The District does not maintain any internal service funds.

The District reports the following major governmental funds:

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

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

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

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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.

The District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the District’s cafeteria operations.

Summer Camps Program – This fund accounts for the revenues and expenses pertaining to the District’s summer camp program.

School Store – This fund accounts for the revenues and expenses pertaining to the school store that operates in the high school.

Little Pioneers Program – This fund accounts for the revenues and expenses pertaining to the District’s child day care program.

Internal Service Fund (Transportation) – The transportation internal service fund is used in order to account for transportation services provided to other local school districts.

Additionally, the District reports the following major fiduciary funds:

Private Purpose Trust Funds - Private-purpose trust funds are used to account for the principal and income for trust arrangements that benefit individuals, private organizations, or other governments. The district currently maintains the following private purpose trust funds:

Unemployment Trust Fund – Revenues consist of employee payroll withholdings, interest income, and contributions through the annual budget process of the District. Expenditures consist of unemployment reimbursement claims.

Scholarship Fund – Revenues consist of interest income and donations. Expenditures consist of scholarships provided to students.

Hall of Honor Fund – Revenues consist of interest income and donations. Expenditures consist of hall of honor awards and upkeep.

Agency Funds - Agency funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity’s own operating programs. The district currently maintains Payroll funds and Student Activity Funds as Agency Funds.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

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. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11.

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

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the District does not report encumbrances outstanding at fiscal

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

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 assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

Cash and Cash Equivalents

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

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

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

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

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2018 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the District are depreciated or amortized using the straight-line method over the following estimated lives:

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

Compensated Absences

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

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

Fund Balance

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

- **Non-spendable** – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

- **Restricted** – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2018.
- Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Net Position

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

- Net Investment in Capital Assets – This components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Subsequent Event

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 and February 22, 2019, the date that the financial statements were available for issuance, for a possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2018:

Statement No. 75, Accounting and Financial Reporting for Post-employment Benefits Other than Pensions. This Statement replaces the requirements of Statement No. 45, Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions, as amended, and No. 57, OPEB Measurements by Agency Employers and Agent Multi-Employer Plans, for OPEB Statement No. 74, Financial Reporting for Post-employment Benefit Plans Other Than Pension Plans, establishes new accounting and financial reporting requirements for OPEB Plans.

Statement No. 82, Pension Issues – an amendment of GASB Statements No. 67, 68 and No. 73. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. This Statement will be effective for the year ended June 30, 2018.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future fiscal years as shown below:

Statement No. 83, Certain Asset Retirement Obligations. An asset retirement obligation is a legally enforceable liability associated with the retirement of a tangible capital asset. Statement No. 83 establishes guidance for determining the timing and pattern of recognition for liabilities and corresponding deferred outflow of resources related to such obligations. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Management does not expect this Statement to have a material impact on the School District's financial statements.

Statement No. 84, Fiduciary Activities. The Statement intends to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. To that end, Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments and clarifies whether and how business-type activities should report their fiduciary activities. Statement No. 84 is effective for reporting periods beginning after December 15, 2018. Management has not yet determined the potential impact on the School District's financial statements.

Statement No. 87, Leases. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. The GASB based the new standard on the principle that leases are financing of the right to use an underlying asset. Statement No. 87 is effective for reporting periods beginning after December 15, 2019. Management has not yet determined the potential impact on the School District's financial statements.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 1. Summary of Significant Accounting Policies (continued):

Statement No. 88, Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements. The Governmental Accounting Standards Board (GASB) has issued a new standard with guidance the GASB believes will enhance debt-related disclosures in notes to financial statements, including those addressing direct borrowings and direct placements. The new standard clarifies which liabilities governments should include in their note disclosures related to debt. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Management has not yet determined the potential impact on the School District's financial statements.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2018**

Note 2. Cash Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2018, the District’s bank balance of \$9,111,761 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	8,173,745
Uninsured and Uncollateralized		938,016
	\$	9,111,761

Investments

The School District has no investments at June 30, 2018.

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the School District by inclusion of \$5,000 on September 28, 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.

Funds placed in the capital reserve account are restricted to capital projects in the School District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *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 activity of the capital reserve for the July 1, 2017 to June 30, 2018 fiscal year is as follows:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 3. Reserve Accounts (Continued):

A. Capital Reserve (Continued):

Beginning Balance, July 1, 2017	\$	3,382,219
Increased by:		
Interest Earnings		15,905
Deposits approved by Board		<u>1,147,280</u>
		4,545,404
Decreased by:		
Withdrawals		<u>(1,356,000)</u>
Ending Balance, June 30, 2018	\$	<u><u>3,189,404</u></u>

The June 30, 2018 balance did not exceed the LRFPS balance of local support costs of uncompleted capital projects.

B. Maintenance Reserve Account

The District established a Maintenance Reserve Account for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The Maintenance Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the District's approved Maintenance Plan (M-1). A district may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both

The activity of the maintenance reserve for the July 1, 2017 to June 30, 2018 fiscal year is as follows:

Beginning Balance, July 1, 2017	\$	566,277
Increased by:		
Deposits approved by Board		<u>250,000</u>
		816,277
Decreased by:		
Budget Withdrawals		<u>(167,717)</u>
Ending Balance, June 30, 2018	\$	<u><u>648,560</u></u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 4. Accounts Receivable

Accounts receivable at June 30, 2018 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

<u>Description</u>	<u>Governmental Funds</u>			<u>Total Governmental Activities</u>	<u>Proprietary Funds</u>		<u>Total Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Internal Service Fund</u>		<u>Food Service Fund</u>		
Federal Awards	\$ -	\$ 62,617	\$ -	\$ 62,617	\$ 11,106	\$ 11,106	
State Awards	420,198	-	-	420,198	403	403	
Tuition	24,798	-	-	24,798	-	-	
Other	29,923	-	270,311	300,234	29,323	29,323	
Total	\$ 474,919	\$ 62,617	\$ 270,311	\$ 807,847	\$ 40,832	\$ 40,832	

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2018 was as follows:

	<u>Balance July 1, 2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2018</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,556,708	\$ -	\$ -	\$ 1,556,708
Construction in Progress	69,532	631,163	(69,532)	631,163
Total Capital Assets not being depreciated	1,626,240	631,163	(69,532)	2,187,871
Capital Assets being depreciated:				
Land Improvements	3,760,959	-	(306,511)	3,454,448
Buildings and Improvements	63,335,131	539,820	83,062	63,958,013
Equipment	7,366,068	142,915	364,059	7,873,042
Total Capital Assets being depreciated	74,462,158	682,735	140,610	75,285,503
Less: Accumulated Depreciation:				
Buildings and Improvements	(25,331,657)	(1,555,814)	(3,116)	(26,890,587)
Land Improvements	(2,575,838)	(112,279)	212,767	(2,475,350)
Equipment	(5,841,109)	(400,552)	122,278	(6,119,383)
Total Accumulated Depreciation	(33,748,604)	(2,068,645)	331,929	(35,485,320)
Total Capital Assets being depreciated, net	40,713,554	(1,385,910)	472,539	39,800,183
Total Governmental Activities Capital Assets, net	\$ 42,339,794	\$ (754,747)	\$ 403,007	\$ 41,988,054

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 5. Capital Assets (continued):

	Balance July 1, <u>2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	Balance June 30, <u>2018</u>
Business-Type Activities:				
Equipment	\$ 306,376	\$ 5,661	\$ -	\$ 312,037
	<u>306,376</u>	<u>5,661</u>	<u>-</u>	<u>312,037</u>
 Less: Accumulated Depreciation:				
Equipment	(293,878)	(1,731)	-	(295,609)
	<u>(293,878)</u>	<u>(1,731)</u>	<u>-</u>	<u>(295,609)</u>
 Total Business-Type Activities Capital Assets, net	 \$ 12,498	 \$ 3,930	 \$ -	 \$ 16,428

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2018 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 21,469	\$ -
Food Service Fund	-	20,460
Summer Camps Fund	228	-
Little Pioneers Fund	104	228
Payroll Fund	-	1,009
Student Activity Fund	<u> </u>	<u>104</u>
	<u>\$ 21,801</u>	<u>\$ 21,801</u>

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

The summary of interfund transfers follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 85,000
Debt Service Fund	<u>85,000</u>	<u>-</u>
	<u>\$ 85,000</u>	<u>\$ 85,000</u>

The purpose of interfund transfers were for the liquidation of prior year interfund receivables and payables and for payments made on behalf of other funds.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2018 the following changes occurred in long-term obligations:

	Balance <u>July 1, 2017</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2018</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 15,923,000	\$ -	\$ 2,195,000	\$ 13,728,000	\$ 2,335,000
Unamortized Bond Premiums	660,252	-	132,051	528,201	132,051
Compensated Absences	1,020,735	42,814	-	1,063,549	-
Net Pension Liability	15,687,331	-	3,463,970	12,223,361	-
	<u>\$ 33,291,318</u>	<u>\$ 42,814</u>	<u>\$ 5,791,021</u>	<u>\$ 27,543,111</u>	<u>\$ 2,467,051</u>
Business-Type Activities:					
Compensated Absences	\$ 18,225	\$ -	\$ 7,452	\$ 10,773	\$ -
	<u>\$ 18,225</u>	<u>\$ -</u>	<u>\$ 7,452</u>	<u>\$ 10,773</u>	<u>\$ -</u>

For governmental activities, the bonds payable are liquidated from the District's debt service fund. Compensated absences and capital leases are liquidated by the general fund.

A. Bonds Payable:

On December 23, 2009, the District issued Bonds of \$1,303,000 (par value) with interest rates ranging from 2% to 3.5%. Maturities of the 2009 Bonds range from 2011 to 2025 and they are callable, at par, on or after January 15, 2025. The proceeds from the sale of the Bond will be used to finance the installation of solar panels at the Middle School.

On October 13, 2010 the School District received approval from the Local Finance Board to finally adopt a refunding bond ordinance to effectuate the issuance of not-to-exceed \$20,500,000 School Refunding Bonds for the purpose of refunding the 2003 Bonds. The Refunding Bonds were priced on the morning of Wednesday, October 27, 2010 by Roosevelt & Cross Incorporated, acting as Sole Manager for the Refunding Bonds. The Refunding Bonds were received well by the market and effectively priced by the underwriter, resulting in most of the maturities fully sold. The remaining unsold balances were underwritten by Roosevelt & Cross. The rates achieved on the Refunding Bonds produced present value savings of 5.205% for the School District, greatly exceeding the target of 3.00%. The Refunding Bonds were issued over the same term as the 2003 Bonds, with maturities of February 15, 2011 through February 12, 2023 with coupons of 2.00% to 5.00% and interest rates ranging from 0.75% to 3.35%. The structure of the Refunding Bonds consisted of all serial bonds. The Refunding Bonds are subject to optional redemption prior to maturity. The Board will realize a total of \$1,163,814 in debt service savings through 2023 as a result of this refunding. On a present value basis, the savings equate to \$987,246 (net of all costs of issuing the bonds), or 5.205% of the bonds refunded.

On January 6, 2016, the District issued Bonds of \$1,995,000 (par value) with interest rates ranging from 2.00% to 2.250%. Maturities of the 2016 Bonds range from 2017 to 2026 and they are callable, at par, on or after February 1, 2026. The proceeds from the sale of the Bond will be used to finance various improvements and renovations in the District.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 7. Long-Term Obligations (continued):

Principal and Interest due on the outstanding bonds is as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 2,335,000	\$ 518,459	\$ 2,853,459
2020	2,450,000	418,759	2,868,759
2021	2,595,000	322,984	2,917,984
2022	2,710,000	212,946	2,922,946
2023	2,725,000	110,690	2,835,690
2024-2026	913,000	44,480	957,480
	<u>\$ 13,728,000</u>	<u>\$ 1,628,318</u>	<u>\$ 15,356,318</u>

Bonds Authorized But Not Issued:

As of June 30, 2018, the District had no authorized but not issued bonds.

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

A. Public Employees' Retirement System (PERS) (Continued)

reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2017, the State's pension contribution was less than the actuarial determined amount.

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2018, the School District reported a liability of \$12,223,361 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2016, to the measurement date of June 30, 2017. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2017. The School District's proportion measured as of June 30, 2017, was .05251%, which was a decrease of .00046% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the School District recognized full accrual pension expense of \$747,525 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2017 measurement date. At June 30, 2018 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

A. Public Employees' Retirement System (PERS) (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 287,818	\$ -
Changes of Assumptions	2,462,586	2,453,558
Net Difference between Projected and Actual Earnings on Pension Plan Investments	83,233	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	-	493,031
School District contributions subsequent to measurement date	520,000	-
	\$ 3,353,637	\$ 2,946,589

\$346,627 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2017-2018 total salaries for PERS employees multiplied by an employer pension contribution rate of 13.37%. The payable is due on April 1, 2019 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Client Year Ending	Amount
<u>June 30,</u>	
2019	\$ 171,480
2020	327,931
2021	151,649
2022	(489,191)
2023	(274,821)
	\$ (112,952)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

A. Public Employees' Retirement System (PERS) (Continued)

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
Changes in Proportion and Differences between Bordentown Regional School District Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.48, 5.57, 5.72 and 6.44 years for the 2017, 2016, 2015, and 2014 amounts, respectively.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

A. Public Employees' Retirement System (PERS) (Continued)

Actuarial Assumptions – The collective total pension liability for the June 30, 2017 measurement date was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. This actuarial valuation used the following assumptions:

Inflation	2.25%
Salary Increases:	
Through 2026	1.65% - 4.15% Based on Age
Thereafter	2.65% - 5.15% Based on Age
Investment Rate of Return	7.00%
Mortality Rate Table	RP-2000
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2011 - June 30, 2014

Pre-retirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rate were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on the mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scales. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2017) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

A. Public Employees' Retirement System (PERS) (Continued)

percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2017 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute Return/Risk Mitigation	5.00%	5.51%
Cash	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 5.00% as of June 30, 2017. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.58% as of June 30, 2017 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 40% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2040. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2040 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

A. Public Employees' Retirement System (PERS) (Continued)

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2017, calculated using the discount rate of 5.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease <u>(4.00%)</u>	Current Discount Rate <u>(5.00%)</u>	1% Increase <u>(6.00%)</u>
District's Proportionate Share of the Net Pension Liability	\$ 15,163,909	\$ 12,223,361	\$ 9,773,520

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2018 and 2017

Collective Balances at June 30, 2018 and June 30, 2017

	<u>6/30/2018</u>	<u>6/30/2017</u>
Actuarial valuation date (including roll forward)	June 30, 2017	June 30, 2016
Deferred Outflows of Resources	\$ 2,833,637	\$ 4,139,486
Deferred Inflows of Resources	2,946,589	530,573
Net Pension Liability	12,223,361	15,687,331
District's portion of the Plan's total net pension Liability	0.05251%	0.05297%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.2% in State fiscal year 2017. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2017, the State's pension contribution was less than the actuarial determined amount.

As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A 18:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2017 was \$92,615,033. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2017, the State proportionate share of the TPAF net pension liability attributable to the School District was .13736%, which was an increase of .00186% from its proportion measured as of June 30, 2016.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

For the fiscal year ended June 30, 2018, the School District recognized \$3,452,459 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2017 measurement date.

Actuarial Assumptions – The total pension liability for the June 30, 2017 measurement date was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.25%
Salary Increases:	
2012-2021	Varies based
Thereafter	on experience Varies based on experience
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2012 to June 30, 2015.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2017) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2016 are summarized in the following table:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute Return/Risk Mitigation	5.00%	5.51%
Cash	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	<hr style="border-top: 1px solid black;"/>	
	100.00%	

Discount Rate - The discount rate used to measure the total pension liability was 4.25% as of June 30, 2017. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.58% as of June 30, 2017, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 40% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2036. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2036, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 4.25% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

	1% Decrease <u>(3.25%)</u>	Current Discount Rate <u>(4.25%)</u>	1% Increase <u>(5.25%)</u>
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the District	<u>\$ 110,029,564</u>	<u>\$ 92,615,033</u>	<u>\$ 78,268,866</u>
	<u>\$ 110,029,564</u>	<u>\$ 92,615,033</u>	<u>\$ 78,268,866</u>

Pension Plan Fiduciary Net Position - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the 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.

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2018 and 2017:

	<u>6/30/2018</u>	<u>6/30/2017</u>
Collective Deferred Outflows of Resources	\$ 14,353,461,035.00	\$ 17,581,004,496.00
Collective Deferred Inflows of Resources	\$ 11,992,821,439.00	\$ 300,836,088.00
Collective Net Pension Liability	\$ 67,670,209,171.00	\$ 79,028,907,033.00
School District's portion	0.03749%	0.03432%

C. Defined Contribution Plan (DCRP)

Plan Description - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

C. Defined Contribution Plan (DCRP) (Continued)

- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2017 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

Contributions - The contribution policy is set by N.J.S.A. 43:15C-3 and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2018, employee contributions totaled \$27,312 and the District recognized pension expense of \$14,919.

Note 9. Post-Retirement Benefits

General Information about the OPEB Plan

The State of New Jersey reports a liability as a result of its statutory requirements to pay other postemployment (health) benefits for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers’ Pension and Annuity Fund (TPAF), the Public Employees’ Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 9. Post-Retirement Benefits (Continued):

percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits are the responsibility of the individual local education employers.

Basis of Presentation

The Schedule presents the State of New Jersey’s obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2017 was determined by an actuarial valuation as of June 30, 2016, which was rolled forward to June 30, 2017. The total nonemployer OPEB liability as of June 30, 2016 was determined by an actuarial valuation as of June 30, 2016. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%		
	TPAF/ABP	PERS	PFRS
Salary Increases:			
Through 2026	1.55 - 4.55% based on years of service	2.15 - 4.15% based on age	2.10 - 8.98% based on age
Thereafter	2.00 - 5.45% based on years of service	3.15 - 5.15% based on age	3.10 - 9.98% based on age

Preretirement mortality rates were based on the RP-2014 Headcount-Weighted Healthy Employee Male/Female mortality table with fully generational mortality improvement projections from the central year using the MP-2017 scale. Postretirement mortality rates were based on the RP-2014 Headcount-Weighted Healthy Annuitant Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale. Disability mortality was based on the RP-2014 Headcount- Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 9. Post-Retirement Benefits (Continued):

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of actuarial experience studies for the periods July 1, 2012 – June 30, 2015, July 1, 2010 – June 30, 2013, and July 1, 2011 – June 30, 2014 for TPAF, PFRS and PERS, respectively.

OPEB Obligation and OPEB Expense – The State’s proportionate share of the total Other Post-Employment Benefits Obligations attributable to the School District as of June 30, 2017 was \$86,811,607. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2017, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. The State’s proportionate share of the OPEB Obligation associated with the District was based on projection of the State’s long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2017, the State proportionate share of the OPEB Obligation attributable to the School District was 0.161842%, which was a decrease of 0.000316% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the State of New Jersey recognized an OPEB expense in the amount of \$5,154,709 for the State’s proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2017 measurement date.

Healthcare Trend Assumptions

For pre-Medicare preferred provider organization (PPO) medical benefits, this amount initially is 5.9% and decreases to a 5.0% long-term trend rate after nine years. For self-insured post-65 PPO medical benefits, the trend rate is 4.5%. For health maintenance organization (HMO) medical benefits, the trend rate is initially 5.9% and decreases to a 5.0% long-term trend rate after nine years. For prescription drug benefits, the initial trend rate is 10.5% decreasing to a 5.0% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%. The Medicare Advantage trend rate is 4.5% and will continue in all future years.

Discount Rate

The discount rate for June 30, 2017 and 2016 was 3.58% and 2.85%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate:

The following presents the total nonemployer OPEB liability as of June 30, 2017 and 2016, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 9. Post-Retirement Benefits (Continued):

	June 30, 2017		
	At 1% Decrease (2.58%)	At Discount Rate (3.58%)	At 1% Increase (4.58%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 103,051,640.64	\$ 86,811,607.00	\$ 73,929,857.97
State of New Jersey's Total Nonemployer OPEB Liability	\$63,674,362,200.00	\$53,639,841,858.00	\$45,680,364,953.00
	June 30, 2016		
	At 1% Decrease (1.85%)	At Discount Rate (2.85%)	At 1% Increase (3.85%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 112,348,923.62	\$ 93,778,742.00	\$ 79,161,628.80
State of New Jersey's Total Nonemployer OPEB Liability	\$69,283,705,084.00	\$57,831,784,184.00	\$48,817,654,566.00

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:

The following presents the total nonemployer OPEB liability as of June 30, 2017 and 2016, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 9. Post-Retirement Benefits (Continued):

	June 30, 2017		
	1% Decrease	Healthcare Cost Trend Rate*	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 103,051,640.64	\$ 86,811,607.00	\$ 73,929,857.97
State of New Jersey's Total Nonemployer OPEB Liability	\$63,674,362,200.00	\$53,639,841,858.00	\$45,680,364,953.00
	June 30, 2016		
	1% Decrease	Healthcare Cost Trend Rate*	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 112,348,923.62	\$ 93,778,742.00	\$ 79,161,628.80
State of New Jersey's Total Nonemployer OPEB Liability	\$69,283,705,084.00	\$57,831,784,184.00	\$48,817,654,566.00

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

Collective balances of the Local Group at June 30, 2017 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ 99,843,255.00	\$ (99,843,255.00)
Change in Assumptions	-	(6,343,769,032.00)
Contributions Made in Fiscal Year Year Ending 2018 After June 30, 2017 Measurement Date **	1,190,373,242.00	-
	\$ 1,290,216,497.00	\$ (6,443,612,287.00)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 9. Post-Retirement Benefits (Continued):

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	
2018	\$ (742,830,097.00)
2019	(742,830,097.00)
2020	(742,830,097.00)
2021	(742,830,097.00)
2022	(742,830,097.00)
Thereafter	(2,629,618,547.00)
	\$ (6,343,769,032.00)

** Employer Contributions made after June 30, 2017 are reported as a deferred outflow of resources, but are not amortized in expense.

Plan Membership

At June 30, 2016, the Program membership consisted of the following:

	June 30, 2016
Active Plan Members	223,747.00
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	142,331.00
	366,078.00

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2018 (measurement date June 30, 2017) is as follows:

Total OPEB Liability	
Service Cost	\$ 2,391,878,884.00
Interest Cost	1,699,441,736.00
Changes of Assumptions	(7,086,599,129.00)
Contributions: Member	45,748,749.00
Gross Benefit Payments	(1,242,412,566.00)
Net Change in Total OPEB Liability	(4,191,942,326.00)
Total OPEB Liability (Beginning)	57,831,784,184.00
Total OPEB Liability (Ending)	\$ 53,639,841,858.00
Total Covered Employee Payroll	13,493,400,208.00
Net OPEB Liability as a Percentage of Payroll	398%

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2018, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$2,095,999, \$1,078,914, \$1,353,760 and \$2,700, respectively.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 11. Risk Management

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

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

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

<u>Fiscal Year</u>	<u>School District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017-2018	\$ -	\$ 33,385	\$ 559	\$ 76,426	\$ 154,765
2016-2017	-	32,917	989	83,906	197,247
2015-2016	-	3,378	785	14,242	247,247

Note 12. Contingencies

State and Federal Grantor Agencies - The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2018 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.

Pending Litigation – The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the District.

Note 13. 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 have an effect on the District’s programs and activities.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 14. Deferred Compensation

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Lincoln Investment Planning, Inc.	AXA Equitable
Met Life	Aspire

Note 15. 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 amount of vacation and sick leave in accordance with the District's personnel policies. The District 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 Districts' agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2018 is \$1,054,786.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2018 the liability for compensated absences in the proprietary fund types is \$10,773.

Note 16. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 16. Tax Abatements (continued):

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

Note 17. Operating Leases

The School District has commitments to lease copiers under operating leases for five years. Total lease payments made during the year ended June 30, 2018 amounted to \$80,661. Future minimum lease payments are as follows:

Fiscal Year Ending <u>June 30,</u>	
2019	\$ 57,710
2020	38,657
2021	34,893
2022	33,468
2023	<u>13,644</u>
Total Minimum Lease Payments	<u>\$ 178,372</u>

Note 18. Calculation of Excess Surplus

The designation for Restricted 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 year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget. The excess fund balance at June 30, 2018 was \$1,567,877.

Note 19. Fund Balance

General Fund – Of the \$7,194,944 General Fund fund balance at June 30, 2018, \$3,189,404 has been reserved in the Capital Reserve Account; \$648,560 has been reserved in the Maintenance Reserve Account; \$16,230 has been reserved as other restricted revenues; \$1,567,877 is restricted for current year excess surplus: \$1,522,284 is restricted for excess surplus – designated for subsequent year’s expenditures: \$243,283 has been reserved for other purposes.

Capital Projects Fund – Of the \$340,774 Capital Projects Fund fund balance at June 30, 2018, \$340,774 is restricted for capital projects.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 20. Deficit in Net Position

Unrestricted Net Position – The School District had a deficit in unrestricted net position in the amount of \$(13,292,546) at June 30, 2018. The deficit is caused by the implementation of GASB 68 which requires the School District to report their proportionate share of the net pension liability for the Public Employee’s Retirement System (PERS) as of June 30, 2018.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:						
Local Tax Levy	10-1210	\$ 18,521,388	\$ -	\$ 18,521,388	\$ 18,521,388	\$ -
Tuition from Individuals	10-1310	52,000	-	52,000	80,266	28,266
Tuition from Other LEA's Within the State	10-1320	450,000	-	450,000	501,906	51,906
Tuition from Summer School	10-1350	5,000	-	5,000	6,900	1,900
Transportation	10-1420-1440	-	-	-	12,000	12,000
Interest on Investments	10-1510	20,000	-	20,000	38,617	18,617
Interest on Capital Reserve Funds	10-1511	6,000	-	6,000	15,906	9,906
Miscellaneous Revenues	10-1XXX	100,000	-	100,000	382,544	282,544
Total Local Sources		19,154,388	-	19,154,388	19,559,527	405,139
State Sources:						
Equalization Aid	10-3176	12,745,719	-	12,745,719	12,745,719	-
Categorical Security Aid	10-3177	196,159	-	196,159	196,159	-
Categorical Transportation Aid	10-3121	440,789	-	440,789	440,789	-
Categorical Special Education Aid	10-3132	1,418,100	-	1,418,100	1,418,100	-
Under Adequacy Aid		124,697	-	124,697	124,697	-
Per Pupil Growth Aid	10-3181	25,200	-	25,200	25,200	-
PARCC Readiness Aid	10-3182	25,200	-	25,200	25,200	-
Professional Learning Comm. Aid	10-3183	24,230	-	24,230	24,230	-
Extraordinary Aid	10-3131	220,000	-	220,000	297,368	77,368
Non-Public Transportation Aid	10-3190	-	-	-	53,360	53,360
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	2,095,999	2,095,999
On-Behalf TPAF Post-Retirement Medical Contributions		-	-	-	1,353,760	1,353,760
On-Behalf TPAF Long Term Disability Insurance Contributions		-	-	-	2,700	2,700
Reimbursed TPAF Social Security Contribution		-	-	-	1,078,914	1,078,914
Total State Sources		15,220,094	-	15,220,094	19,882,195	4,662,101
Federal Sources:						
Medicaid Reimbursement		39,260	-	39,260	20,549	(18,711)
Total Federal Sources		39,260	-	39,260	20,549	(18,711)
Total Revenues		34,413,742	-	34,413,742	39,462,271	5,048,529
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 6 - 8	11-130-100-101	3,584,041	(2,000)	3,582,041	3,525,070	56,971
Grades 9 - 12	11-140-100-101	6,794,508	(50,000)	6,744,508	6,597,215	147,293
Home Instruction:						
Salaries of Teachers	11-150-100-101	40,000	(5,000)	35,000	12,285	22,715
Purchased Professional/Education Services	11-150-100-320	32,000	11,000	43,000	33,091	9,909
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	38,255	-	38,255	34,354	3,901
Other Purchased Services	11-190-100-500	215,882	(68,872)	147,010	129,839	17,171
General Supplies	11-190-100-610	565,953	(68,288)	497,665	378,371	119,294
Textbooks	11-190-100-640	139,300	18,725	158,025	150,507	7,518
Miscellaneous Expenditures	11-190-100-890	7,188	583	7,771	3,262	4,509
Total Regular Programs		11,417,127	(163,852)	11,253,275	10,863,994	389,281
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	-	-	-	-	-
Total Learning and/or Language Disabilities		-	-	-	-	-

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Behavior Disabilities:						
Salaries of Teachers	11-209-100-101	59,100	-	59,100	59,100	-
Purchased Professional/Education Services	11-209-100-320	30,000	(1,000)	29,000	23,375	5,625
General Supplies	11-209-100-610	500	-	500	-	500
Total Behavioral Disabilities		89,600	(1,000)	88,600	82,475	6,125
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	395,512	5,000	400,512	395,453	5,059
Other Salaries for Instruction	11-212-100-106	99,246	(5,000)	94,246	84,870	9,376
Purchased Professional/Education Services	11-212-100-320	317,480	1,000	318,480	309,721	8,759
General Supplies	11-212-100-610	12,290	-	12,290	7,269	5,021
Other Objects	11-212-100-800	2,000	-	2,000	1,753	247
Total Multiple Disabilities		826,528	1,000	827,528	799,066	28,462
Resource Room:						
Salaries of Teachers	11-213-100-101	1,533,621	(3,100)	1,530,521	1,526,510	4,011
Other Salaries for Instruction	11-213-100-106	161,092	-	161,092	159,799	1,293
Purchased Professional/Education Services	11-213-100-320	50,000	-	50,000	23,242	26,758
General Supplies	11-213-100-610	5,313	-	5,313	3,737	1,576
Total Resource Room		1,750,026	(3,100)	1,746,926	1,713,288	33,638
Home Instruction:						
Salaries of Teachers	11-219-100-101	5,000	4,500	9,500	9,120	380
Purchased Professional/Education Services	11-219-100-320	50,500	(10,500)	40,000	10,624	29,376
Total Home Instruction		55,500	(6,000)	49,500	19,744	29,756
Total Special Education		2,721,654	(9,100)	2,712,554	2,614,573	97,981
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	2,000	-	2,000	-	2,000
Total Bilingual Education - Instruction:		2,000	-	2,000	-	2,000
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	168,029	-	168,029	158,291	9,738
Purchased Services	11-401-100-500	14,850	3,698	18,548	14,215	4,333
General Supplies	11-401-100-600	28,746	(1,598)	27,148	14,007	13,141
Other Objects	11-401-100-800	10,630	(2,660)	7,970	4,178	3,792
Transfers to Cover Deficit	11-401-100-930	5,000	-	5,000	4,600	400
Total School Sponsored Cocurricular Activities		227,255	(560)	226,695	195,291	31,404
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	566,379	-	566,379	540,981	25,398
Other Purchased Services	11-402-100-500	174,461	(3,355)	171,106	90,101	81,005
Supplies and Materials	11-402-100-600	137,792	(4,549)	133,243	124,821	8,422
Other Objects	11-402-100-800	53,604	(400)	53,204	40,388	12,816
Total School Sponsored Athletics Instruction		932,236	(8,304)	923,932	796,291	127,641
Total Other Instructional Programs		1,159,491	(8,864)	1,150,627	991,582	159,045
Summer School - Instruction:						
Salaries of Teachers	11-422-100-101	28,500	-	28,500	24,389	4,111
General Supplies	11-422-100-610	1,000	-	1,000	-	1,000
Total Summer School - Instruction		29,500	-	29,500	24,389	5,111

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Alternative Education Program - Instruction:						
Salaries of Teachers	11-423-100-100	50,000	-	50,000	35,238	14,762
Other Salaries for Instruction	11-423-100-106	7,000	-	7,000	3,709	3,291
Other Purchased Services	11-423-100-500	5,250	-	5,250	5,250	-
General Supplies	11-423-100-600	1,000	-	1,000	-	1,000
Total Alternative Education Program - Instruction		63,250	-	63,250	44,197	19,053
Alternative Education Program - Support Services:						
Salaries	11-423-200-100	45,750	-	45,750	28,979	16,771
Total Alternative Education Program - Support Services		45,750	-	45,750	28,979	16,771
Total Alternative Education Program		109,000	-	109,000	73,176	35,824
Other Supplemental/At-Risk Programs - Instruction:						
Salaries	11-424-100-100	3,400	-	3,400	1,395	2,005
Total Other Supplemental/At-Risk Program - Instruction		3,400	-	3,400	1,395	2,005
Total Instruction		15,442,172	(181,816)	15,260,356	14,569,109	691,247
Undistributed Expenditures:						
Instruction :						
Tuition to Other LEAs Within the State - Regular	11-000-100-561	-	16,269	16,269	13,122	3,147
Tuition to Other LEAs Within the State - Special	11-000-100-562	-	57,073	57,073	57,073	-
Tuition to County Vocational District/Regular Day Schools	11-000-100-563	375,000	(1)	374,999	341,932	33,067
Tuition to County Special Services District/Regional Day Schools	11-000-100-565	904,340	24,362	928,702	572,121	356,581
Tuition to Private School for the Handicapped - State	11-000-100-566	1,382,469	(166,353)	1,216,116	1,177,899	38,217
Tuition - State Facilities	11-000-100-568	35,465	-	35,465	35,465	-
Total Undistributed Expenditures - Instruction		2,697,274	(68,650)	2,628,624	2,197,612	431,012
Attendance & Social Work Services:						
Salaries	11-000-211-100	51,579	-	51,579	51,578	1
Total Attendance & Social Work Services		51,579	-	51,579	51,578	1
Health Services:						
Salaries	11-000-213-100	255,924	4,950	260,874	260,222	652
Purchased Professional & Technical Services	11-000-213-300	23,500	(3,950)	19,550	16,524	3,026
Supplies and Materials	11-000-213-600	6,540	(56)	6,484	4,233	2,251
Other Objects	11-000-213-800	509	56	565	557	8
Total Health Services		286,473	1,000	287,473	281,536	5,937

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Support Services - Students - Related Services:						
Salaries of Teachers	11-000-216-100	115,450	(3,050)	112,400	107,070	5,330
Purchased Professional/Education Services	11-000-216-320	26,000	-	26,000	22,100	3,900
Supplies and Materials	11-000-216-600	1,000	-	1,000	-	1,000
Total Other Support Services - Students - Related Services		142,450	(3,050)	139,400	129,170	10,230
Other Support Services - Students - Extra Services:						
Purchased Professional/Education Services	11-000-217-320	280,860	(12,919)	267,941	193,394	74,547
Total Other Support Services - Students - Extra Services		280,860	(12,919)	267,941	193,394	74,547
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	645,994	-	645,994	643,026	2,968
Salaries of Secretarial & Clerical Assistants	11-000-218-105	167,426	-	167,426	145,329	22,097
Other Salaries	11-000-218-110	81,440	-	81,440	81,440	-
Purchased Professional/Education Services	11-000-218-320	3,500	-	3,500	-	3,500
Other Purchased Services	11-000-218-500	12,500	-	12,500	7,562	4,938
Supplies and Materials	11-000-218-600	7,850	7,500	15,350	14,540	810
Other Objects	11-000-218-800	19,665	-	19,665	15,415	4,250
Total Other Support Services - Students - Regular		938,375	7,500	945,875	907,312	38,563
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	346,836	6,150	352,986	335,024	17,962
Salaries of Secretarial & Clerical Assistants	11-000-219-105	45,354	-	45,354	45,353	1
Purchased Professional/Education Services	11-000-219-320	1,500	-	1,500	640	860
Other Purchased Services	11-000-219-500	1,500	-	1,500	1,024	476
Miscellaneous Purchased Services	11-000-219-592	1,500	-	1,500	-	1,500
Supplies and Materials	11-000-219-600	5,835	12,919	18,754	17,370	1,384
Other Objects	11-000-219-800	1,000	-	1,000	750	250
Total Other Support Services - Students - Special Services		403,525	19,069	422,594	400,161	22,433
Improvement of Instruction Services/Other Support Services - Instructional Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	149,021	-	149,021	143,385	5,636
Salaries of Other Professional Staff	11-000-221-104	324,403	(14,259)	310,144	258,143	52,001
Salaries of Secretarial & Clerical Assistants	11-000-221-105	43,050	-	43,050	39,287	3,763
Vacation Pay Buyout	11-000-221-199	-	14,259	14,259	14,259	-
Other Purchased Services	11-000-221-500	18,800	-	18,800	16,398	2,402
Supplies and Materials	11-000-221-600	24,500	-	24,500	11,958	12,542
Total Improvement of Instruction Services/Other Support Services - Instructional Staff		559,774	-	559,774	483,430	76,344
Educational Media Services/School Library:						
Salaries	11-000-222-100	166,851	2,000	168,851	168,851	-
Other Purchased Services	11-000-222-500	35,455	1,500	36,955	28,426	8,529
Supplies and Materials	11-000-222-600	27,168	(1,500)	25,668	25,144	524
Total Educational Media Services/School Library		229,474	2,000	231,474	222,421	9,053
Support Services Instructional Staff Training Service:						
Salaries of Other Professional	11-000-223-104	55,901	-	55,901	46,487	9,414
Purchased Professional/Education Services	11-000-223-320	16,300	-	16,300	3,750	12,550
Other Purchased Services	11-000-223-500	46,000	-	46,000	14,813	31,187
Other Objects	11-000-223-800	6,700	-	6,700	5,519	1,181
Total Support Services Instructional Staff Training Services		124,901	-	124,901	70,569	54,332

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Support Services General Administration:						
Salaries	11-000-230-100	246,740	13,500	260,240	260,219	21
Legal Services	11-000-230-331	20,000	27,000	47,000	33,858	13,142
Audit Services	11-000-230-332	27,000	2,000	29,000	29,000	-
Architectural/Engineering Services	11-000-230-334	20,000	103,176	123,176	52,172	71,004
Other Purchased Professional Services	11-000-230-339	15,000	(14,680)	320	-	320
Communications/Telephone	11-000-230-530	56,500	(6,632)	49,868	48,676	1,192
BOE Other Purchased Professional Services	11-000-230-585	12,250	132	12,382	12,382	-
Other Purchased Services	11-000-230-590	74,875	(3,796)	71,079	68,519	2,560
Supplies & Materials	11-000-230-610	7,000	-	7,000	2,661	4,339
BOE In-House Training/Meeting Supplies	11-000-230-630	400	-	400	299	101
Judgements Against District	11-000-230-820	-	28,800	28,800	17,800	11,000
Miscellaneous Expenditures	11-000-230-890	12,675	(7,500)	5,175	3,107	2,068
BOE Membership Dues & Fees	11-000-230-895	16,550	-	16,550	15,753	797
Total Support Services General Administration		508,990	142,000	650,990	544,446	106,544
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	788,501	(7,000)	781,501	775,958	5,543
Salaries of Other Professional Staff	11-000-240-104	356,999	(18,140)	338,859	337,902	957
Salaries of Secretarial & Clerical Assistants	11-000-240-105	281,223	15,025	296,248	283,620	12,628
Unused Vacation Payment to Terminated/Retired Staff	11-000-240-199	-	3,115	3,115	3,115	-
Purchased Technical Services	11-000-240-300	49,800	(3,000)	46,800	42,708	4,092
Other Purchased Services	11-000-240-500	133,940	-	133,940	99,265	34,675
Supplies and Materials	11-000-240-600	42,000	2,122	44,122	32,824	11,298
Other Objects	11-000-240-800	8,200	379	8,579	7,174	1,405
Total Support Services School Administration		1,660,663	(7,499)	1,653,164	1,582,566	70,598
Central Services:						
Salaries	11-000-251-100	377,939	(25,000)	352,939	352,937	2
Purchased Professional Services	11-000-251-330	7,700	-	7,700	940	6,760
Purchased Technical Services	11-000-251-340	36,400	-	36,400	33,967	2,433
Other Purchased Services	11-000-251-592	16,625	-	16,625	11,623	5,002
Supplies & Materials	11-000-251-600	11,200	1,260	12,460	6,360	6,100
Interest on Lease Purchase Agreements	11-000-251-832	2,450	-	2,450	2,448	2
Other Objects	11-000-251-890	2,025	-	2,025	1,360	665
Total Central Services		454,339	(23,740)	430,599	409,635	20,964
Administrative Information Technology:						
Salaries	11-000-252-100	227,661	13,690	241,351	241,260	91
Other Purchased Services	11-000-252-500	235,765	13,244	249,009	236,247	12,762
Supplies & Materials	11-000-252-600	90,450	8,860	99,310	93,667	5,643
Total Administrative Information Technology		553,876	35,794	589,670	571,174	18,496
Allowance Maintenance for School Facilities:						
Salaries	11-000-261-100	177,401	12,054	189,455	188,658	797
Cleaning, Repair & Maintenance Services	11-000-261-420	452,890	303,447	756,337	361,495	394,842
General Supplies	11-000-261-610	136,500	(10,400)	126,100	99,794	26,306
Total Allowance Maintenance for School Facilities		766,791	305,101	1,071,892	649,947	421,945

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	803,104	(9,349)	793,755	737,115	56,640
Unused Vacation Payment to Terminated/Retired Staff	11-000-262-199	-	9,349	9,349	9,349	-
Purchased Professional & Technical Services	11-000-262-300	3,000	-	3,000	-	3,000
Cleaning, Repair & Maintenance Services	11-000-262-420	74,000	-	74,000	26,664	47,336
Other Purchased Property Services	11-000-262-490	74,000	-	74,000	62,986	11,014
Insurance	11-000-262-520	167,270	(19,482)	147,788	147,788	-
Other Purchased Services	11-000-262-590	11,815	5,350	17,165	15,607	1,558
General Supplies	11-000-262-610	148,100	1,715	149,815	83,433	66,382
Energy (Electricity)	11-000-262-622	700,000	(75,655)	624,345	624,345	-
Energy (Natural Gas)	11-000-262-621	250,000	(77,896)	172,104	172,104	-
Energy (Gasoline)	11-000-262-626	24,000	(24,000)	-	-	-
Other Objects	11-000-262-800	500	-	500	185	315
Total Other Operation & Maintenance of Plant Services		2,255,789	(189,968)	2,065,821	1,879,576	186,245
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	128,283	-	128,283	103,080	25,203
Cleaning, Repair & Maintenance Services	11-000-263-420	104,000	25,040	129,040	128,588	452
General Supplies	11-000-263-610	78,200	(21,700)	56,500	27,967	28,533
Total Care & Upkeep of Grounds		310,483	3,340	313,823	259,635	54,188
Security:						
Salaries	11-000-266-100	87,488	-	87,488	80,128	7,360
Total Security		87,488	-	87,488	80,128	7,360
Total Operation & Maintenance of Plant Services		3,420,551	118,473	3,539,024	2,869,286	669,738
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	367,197	-	367,197	366,395	802
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	320,741	(24,040)	296,701	197,392	99,309
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	107,651	16,696	124,347	124,347	-
Purchased Professional & Technical Services	11-000-270-390	1,800	7,154	8,954	6,805	2,149
Cleaning, Repair & Maintenance Services	11-000-270-420	186,800	1,171	187,971	87,195	100,776
Lease Purchase Payments - School Buses	11-000-270-443	122,000	-	122,000	122,000	-
Aid in Lieu of Payments - Nonpublic	11-000-270-503	125,000	58,829	183,829	181,066	2,763
Contracted Services Between Home & School - Vendors	11-000-270-511	165,450	(35,025)	130,425	100,544	29,881
Contracted Services (Other Than Between Home & School) - Vendors	11-000-270-512	5,000	-	5,000	1,833	3,167
Contracted Services (Other Than Between Home & School) - Joint Agreements	11-000-270-513	-	515	515	416	99
Contracted Services (Special Education Students) - Vendors	11-000-270-514	70,000	2,105	72,105	70,338	1,767
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	108,300	-	108,300	90,221	18,079
Contracted Services (Other Than Between Home & School) - ESC/CTSA	11-000-270-517	53,550	(10,305)	43,245	1,442	41,803
Contracted Services (Special Education Students) - ESC/CTSA	11-000-270-518	126,500	19,900	146,400	109,185	37,215
Travel	11-000-270-580	-	1,500	1,500	-	1,500
Miscellaneous Purchased Services - Transportation	11-000-270-593	70,230	(1,500)	68,730	51,553	17,177
Supplies and Materials	11-000-270-600	136,000	-	136,000	85,873	50,127
Transportation Supplies	11-000-270-615	152,845	(75,000)	77,845	74,093	3,752
Other Objects	11-000-270-800	100	310	410	202	208
Total Student Transportation Services		2,119,164	(37,690)	2,081,474	1,670,900	410,574

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Unallocated Benefits - Employee Benefits:						
Social Security	11-000-291-220	400,000	-	400,000	348,399	51,601
Other Retirement Benefits	11-000-291-241	472,695	61,255	533,950	533,723	227
Worker's Compensation	11-000-291-260	320,000	(1,594)	318,406	306,657	11,749
Health Benefits	11-000-291-270	4,079,260	(46,948)	4,032,312	3,890,644	141,668
Tuition Reimbursement	11-000-291-280	10,000	-	10,000	-	10,000
Other Employee Benefits	11-000-291-290	155,300	-	155,300	128,047	27,253
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	36,339	22,887	59,226	6,237	52,989
Total Unallocated Benefits - Employee Benefits		5,473,594	35,600	5,509,194	5,213,707	295,487
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	2,095,999	(2,095,999)
On-Behalf TPAF Post-Retirement Medical Contribution		-	-	-	1,353,760	(1,353,760)
On-Behalf TPAF Long Term Disability Insurance Contribution		-	-	-	2,700	(2,700)
Reimbursed TPAF Social Security Contribution		-	-	-	1,078,914	(1,078,914)
Total Nonbudgeted		-	-	-	4,531,373	(4,531,373)
Total Undistributed Expenditures		19,905,862	207,888	20,113,750	22,330,270	(2,216,520)
Total Expenditures - Current Expense		35,348,034	26,072	35,374,106	36,899,379	(1,525,273)
Capital Outlay:						
Equipment:						
Increase in Capital Reserve	10-604	6,000	-	6,000	-	6,000
Regular Programs - Instruction:						
Grades 6 - 8	12-130-100-730	13,115	-	13,115	13,001	114
Grades 9 - 12	12-140-100-730	79,120	2,889	82,009	51,528	30,481
Undistributed Expenditures:						
Administration Information Technology	12-000-252-730	-	5,379	5,379	5,010	369
Student Transportation:						
Non-instructional Equipment	12-000-270-732	35,000	(5,363)	29,637	29,637	-
School Buses - Regular	12-000-270-733	-	199,984	199,984	-	199,984
Total Equipment		133,235	202,889	336,124	99,176	236,948
Facilities Acquisition & Construction Services:						
Assessment for Debt Service on						
Architectural/Engineering Services	12-000-400-334	16,000	-	16,000	-	16,000
Construction Services	12-000-400-450	1,255,000	-	1,255,000	1,170,983	84,017
SDA Funding	12-000-400-896	217,620	-	217,620	217,620	-
Total Facilities Acquisition & Construction Services		1,488,620	-	1,488,620	1,388,603	100,017
Total Capital Outlay		1,621,855	202,889	1,824,744	1,487,779	336,965
Total Expenditures		36,969,889	228,961	37,198,850	38,387,158	(1,188,308)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(2,556,147)	(228,961)	(2,785,108)	1,075,113	3,860,221

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018			POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Other Financing Sources/(Uses):						
Transfer of Capital Reserve to Debt Service		(85,000)	-	(85,000)	(85,000)	-
Total Other Financing Sources/(Uses)		(85,000)	-	(85,000)	(85,000)	-
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Sources/(Uses)		(2,641,147)	(228,961)	(2,870,108)	990,113	3,860,221
Fund Balances, July 1		7,609,539	-	7,609,539	7,609,539	-
Fund Balances, June 30		<u>\$ 4,968,392</u>	<u>\$ (228,961)</u>	<u>\$ 4,739,431</u>	<u>\$ 8,599,652</u>	<u>\$ 3,860,221</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Encumbrances	\$ 61,244
Transfer in from Maintenance Reserve	<u>167,717</u>
Total	<u>\$ 228,961</u>

RECAPITULATION OF FUND BALANCE:

Restricted for:		
Capital Reserve		\$ 3,189,404
Maintenance Reserve		648,560
50% of Current Year School Bus Advertising Revenue, Fuel Costs		8,012
Bus Advertising Revenue Reserve for Fuel Costs - Designated for Subsequent Year		8,218
Excess Surplus		1,567,877
Excess Surplus Designated for Subsequent Year's Expenditures		1,522,284
Assigned to:		
Year-End Encumbrances		803,201
Designated for Subsequent Year's Expenditures		44,252
Unassigned Fund Balance		<u>807,844</u>
Subtotal		8,599,652
Reconciliation to Governmental Fund Statements (GAAP):		
Last Two State Aid Payments Not Recognized on GAAP Basis		<u>(1,404,708)</u>
Fund Balance Per Governmental Funds (GAAP)		<u>\$ 7,194,944</u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET	BUDGET TRANSFERS/ ADJUSTMENTS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:					
Federal Sources	\$ 601,099	\$ 102,666	\$ 703,765	\$ 625,772	\$ (77,993)
State Sources	56,488	15,787	72,275	65,161	(7,114)
Local Sources	-	7,027	7,027	11,528	4,501
Total Revenues	657,587	125,480	783,067	702,461	(80,606)
Expenditures:					
Instruction:					
Salaries of Teachers	89,883	11,633	101,516	95,706	5,810
Purchased Professional Technical Services	2,000	11,913	13,913	13,913	-
Other Professional Services	329,467	10,897	340,364	326,191	14,173
General Supplies	74,210	(55,609)	18,601	7,149	11,452
Textbooks	10,632	(1,155)	9,477	8,795	682
Other Objects	5,000	5,000	10,000	3,684	6,316
Total Instruction	511,192	(17,321)	493,871	455,438	38,433
Support Services:					
Salaries	31,700	7,151	38,851	38,211	640
Salaries of Other Professional Staff	20,000	28,878	48,878	26,134	22,744
Salaries of Secretaries & Clerical Assistants	45,354	-	45,354	45,354	-
Personal Services - Employee Benefits	12,756	24,170	36,926	34,819	2,107
Purchased Professional Services	20,869	39,474	60,343	53,504	6,839
Other Purchased Services	10,920	34,273	45,193	35,769	9,424
Supplies and Materials	4,796	3,432	8,228	7,809	419
Total Support Services	146,395	137,378	283,773	241,600	42,173
Facilities Acquisition & Construction Services:					
Non-Instructional Equipment	-	5,423	5,423	5,423	-
Total Facilities Acquisition & Construction Services	-	5,423	5,423	5,423	-
Total Expenditures	657,587	125,480	783,067	702,461	80,606
Total Outflows	657,587	125,480	783,067	702,461	80,606
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR FISCAL YEAR ENDED JUNE 30, 2018**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 39,462,271	\$ 702,461
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,356,380	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(1,404,708)</u>	<u>-</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 39,413,943</u>	<u>\$ 702,461</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 38,387,158	\$ 702,461
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is 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.		
General Supplies	<u>-</u>	<u>-</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 38,387,158</u>	<u>\$ 702,461</u>

N-1 The general fund budget uses GAAP basis therefore no reconciliation is necessary.

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS***

	2017	2016	2015	2014	2013
School District's proportion of the net pension liability	0.05251%	0.05297%	0.05593%	0.05609%	0.05636%
School District's proportionate share of the net pension liability	\$12,223,361	\$15,687,331	\$ 12,554,929	\$ 10,501,040	\$ 10,771,945
District's covered-employee payroll	\$ 3,103,145	\$ 3,945,410	\$ 3,686,581	\$ 3,894,596	N/A
School District's proportionate share of the net pension liability as a percentage of its covered payroll	393.90%	397.61%	340.56%	269.63%	N/A
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

*The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS**

	2018	2017	2016	2015	2014
Contractually required contribution	\$ 486,444	\$ 472,695	\$ 470,552	\$ 480,839	462,374
Contributions in relation to the contractually required contribution	(472,695)	(472,695)	(470,552)	(480,839)	(462,374)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 3,103,145	\$ 3,945,410	\$ 3,686,581	\$ 3,894,596	N/A
Contributions as a percentage of covered-employee payroll	15.68%	11.98%	12.76%	12.35%	N/A

**This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS*

	2017	2016	2015	2014	2013
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	92,615,033	109,522,706	84,585,578	72,882,396	68,571,504
	<u>\$ 92,615,033</u>	<u>\$ 109,522,706</u>	<u>\$ 84,585,578</u>	<u>\$ 72,882,396</u>	<u>\$ 68,571,504</u>
District's covered-employee payroll	\$ 14,585,678	\$ 14,585,678	\$ 14,425,118	\$ 14,140,016	\$ 13,833,389
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability		22.33%	28.71%	33.64%	33.76%

*The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

M. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
 SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
 STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
 LAST FISCAL YEAR***

	2018
Total OPEB Liability Associated with the District	
Service Cost	\$ 3,623,428
Interest Cost	2,748,558
Changes of Assumptions	(11,402,411)
Contributions: Member	74,041
Gross Benefit Payments	(2,010,741)
Net Change in Total OPEB Liability Associated with District	(6,967,125)
Total OPEB Liability Associated with District (Beginning)	93,778,742
Total OPEB Liability Associated with District (Ending)	\$ 86,811,617
District's Covered Employee Payroll	18,219,991
Net OPEB Liability Associated with District as a Percentage of Payroll	476.46%

Note - The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

10-year trend is complied, governments should present information for those years for which information is available.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.22% as of June 30, 2016, to 4.25% as of June 30, 2017.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.98% as of June 30, 2016, to 5.00% as of June 30, 2017.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 2.85% as of June 30, 2016, to 3.58% as of June 30, 2017.

OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	NONPUBLIC NURSING SERVICES	AUXILIARY SERVICES NONPUBLIC TRANSPORTATION	NONPUBLIC SUPPLEMENTAL INSTRUCTION	AUXILIARY SERVICES NONPUBLIC COMPENSATORY EDUCATION	NONPUBLIC EXAM & CLASSIFICATION
Revenues:					
State Sources	\$ 16,781	\$ 1,374	\$ 4,282	\$ 10,364	\$ 15,106
Total Revenues	<u>\$ 16,781</u>	<u>\$ 1,374</u>	<u>\$ 4,282</u>	<u>\$ 10,364</u>	<u>\$ 15,106</u>
Expenditures:					
Support Services:					
Purchased Professional Services	\$ 16,781	\$ -	\$ -	\$ -	\$ -
Other Purchased Services	-	1,374	4,282	10,364	15,106
Total Support Services	<u>16,781</u>	<u>1,374</u>	<u>4,282</u>	<u>10,364</u>	<u>15,106</u>
Total Expenditures	<u>\$ 16,781</u>	<u>\$ 1,374</u>	<u>\$ 4,282</u>	<u>\$ 10,364</u>	<u>\$ 15,106</u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	TITLE I PART A	TITLE I - PART A CARRYOVER	TITLE II - PART A TEACHER & PRINCIPAL TRAINING & RECRUITING	TITLE III
Revenues:				
Federal Sources	\$ 130,746	\$ 6,620	\$ 30,614	\$ 871
Total Revenues	<u>\$ 130,746</u>	<u>\$ 6,620</u>	<u>\$ 30,614</u>	<u>\$ 871</u>
Expenditures:				
Instruction:				
Salaries of Teachers	\$ 94,516	\$ -	\$ -	\$ -
General Supplies	1,091	-	-	871
Total Instruction	<u>95,607</u>	<u>-</u>	<u>-</u>	<u>871</u>
Support Services:				
Salaries	5,360	5,951	22,000	-
Employee Benefits	26,919	455	1,823	-
Purchased Professional Services	1,745	214	4,000	-
Other Purchased Services	-	-	2,500	-
Supplies & Materials	1,115	-	291	-
Other Objects	-	-	-	-
Total Support Services	<u>35,139</u>	<u>6,620</u>	<u>30,614</u>	<u>-</u>
Total Expenditures	<u>\$ 130,746</u>	<u>\$ 6,620</u>	<u>\$ 30,614</u>	<u>\$ 871</u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	I.D.E.A. PART B BASIC REGULAR PROGRAM	I.D.E.A. - PART B BASIC CARRYOVER	NJSBAIG SAFETY GRANT	VICTORY THERAPY GRANT
Revenues:				
Federal Sources	\$ 420,406	\$ 36,515	\$ -	\$ -
Local Sources	-	-	5,423	993
Total Revenues	\$ 420,406	\$ 36,515	\$ 5,423	\$ 993
Expenditures:				
Instruction:				
Salaries of Teachers	\$ 1,190	\$ -	\$ -	\$ -
Purchased Professional/ Technical Services	10,000	3,913	-	-
Other Purchased Services	320,000	6,191	-	-
General Supplies	3,894	300	-	993
Other Objects	3,684	-	-	-
Total Instruction	338,768	10,404	-	993
Support Services:				
Salaries - Other Professional Staff	8,056	18,078	-	-
Salaries - Secretarial & Clerical	45,354	-	-	-
Employee Benefits	4,114	1,383	-	-
Purchased Professional Services	24,114	6,650	-	-
Total Support Services	81,638	26,111	-	-
Facilities Acquisition & Construction Services:				
Non-Instructional Equipment	-	-	5,423	-
Total Facilities Acquisition & Construction Services	-	-	5,423	-
Total Expenditures	\$ 420,406	\$ 36,515	\$ 5,423	\$ 993

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	NONPUBLIC TEXTBOOKS	NONPUBLIC TECHNOLOGY	NONPUBLIC CORRECTIVE SPEECH	OTHER LOCAL GRANTS	2018
Revenues:					
State Sources	\$ 8,795	\$ 6,316	\$ 2,143	\$ -	\$ 65,161
Federal Sources	-	-	-	-	625,772
Local Sources	-	-	-	5,112	11,528
Total Revenues	\$ 8,795	\$ 6,316	\$ 2,143	\$ 5,112	\$ 702,461
Expenditures:					
Instruction:					
Salaries of Teachers	-	-	-	\$ -	\$ 95,706
Purchased Professional / Technical Services	-	-	-	-	13,913
Other Purchased Services	-	-	-	-	326,191
General Supplies	-	-	-	-	7,149
Textbooks	8,795	-	-	-	8,795
Other Objects	-	-	-	-	3,684
Total Instruction	8,795	-	-	-	455,438
Support Services:					
Salaries	-	-	-	4,900	38,211
Salaries - Other Professional Staff	-	-	-	-	26,134
Salaries - Secretarial & Cleric	-	-	-	-	45,354
Employee Benefits	-	-	-	125	34,819
Purchased Professional Servie	-	-	-	-	53,504
Other Purchased Services	-	-	2,143	-	35,769
Travel	-	-	-	-	-
Supplies & Materials	-	6,316	-	87	7,809
Total Support Services	-	6,316	2,143	5,112	241,600
Facilities Acquisition & Construction Services:					
Instructional Equipment	-	-	-	-	-
Non-Instructional Equipmen	-	-	-	-	5,423
Total Facilities Acquisition & Construction Services	-	-	-	-	5,423
Total Expenditures	\$ 8,795	\$ 6,316	\$ 2,143	\$ 5,112	\$ 702,461

F. Capital Projects Fund

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR FISCAL YEAR ENDED JUNE 30, 2018**

PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES		UNEXPENDED BALANCE JUNE 30, 2018
			PRIOR YEAR	CURRENT YEAR	
Various Improvements and/or Renovations at the High School, Middle School and Administration Building	12/09/15	\$ 1,995,000	\$ 1,615,910	\$ 38,316	\$ -
		\$1,995,000	\$ 1,615,910	\$ 38,316	\$ -
Total					\$ 340,774

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
YEAR ENDED JUNE 30, 2018**

Revenues and Other Financing Sources:	
Bond Proceeds and Transfers	\$ <u> -</u>
Total Revenues	\$ <u> -</u>
Expenditures & Other Financing Uses:	
Other Financing Sources/(Uses):	
Construction Services	\$ <u> 38,316</u>
Total Expenditures & Other Financing Sources/(Uses)	<u> 38,316</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(38,316)
Fund Balance - Beginning	<u> 379,090</u>
Fund Balance - Ending	<u><u> \$ 340,774</u></u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
VARIOUS IMPROVEMENTS AND/OR RENOVATIONS
YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Bond Proceeds & Transfers	\$ 1,995,000	\$ -	\$ 1,995,000	\$ 1,995,000
Total Revenues	1,995,000	-	1,995,000	1,995,000
Expenditures & Other Financing Uses:				
Architect	70,200	-	70,200	70,200
Professional Services	36,891	-	36,891	50,000
Construction Services	1,514,939	38,316	1,553,255	1,823,634
Supplies	5,617	-	5,617	36,000
Cancellation of Prior Year AP	(11,737)	-	(11,737)	-
Total Expenditures	1,615,910	38,316	1,654,226	1,979,834
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 379,090	\$ (38,316)	\$ 340,774	\$ 15,166

ADDITIONAL PROJECT INFORMATION

Project Numbers	0870-030-16-1000 0870-020-16-2000 0870-020-16-1000
Grant Date	N/A
Bond Authorization Date	November 19, 2015
Bonds Authorized	November 19, 2015
Bonds Issued	December 9, 2015
Original Authorized Cost	\$1,995,000
Additional Authorized Cost	-
Revised Authorized Cost	1,995,000
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	31.43%
Original Target Completion Date	December 2016
Revised Target Completion Date	

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G. Proprietary Funds

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Enterprise Funds

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2018**

ASSETS	BUSINESS-TYPE ACTIVITIES				TOTAL
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS	
Current Assets:					
Cash & Cash Equivalents	\$ 199,127	\$ 19,992	\$ 77,638	\$ 34,444	\$ 331,201
Accounts Receivable:					
State	403	-	-	-	403
Federal	11,106	-	-	-	11,106
Other	29,323	-	-	-	29,323
Interfund Receivable		228	-	104	332
Inventory	17,758	-	15,792	-	33,550
Total Current Assets	257,717	20,220	93,430	34,548	405,915
Noncurrent Assets:					
Furniture, Machinery & Equipment	312,037	-	-	-	312,037
Less: Accumulated Depreciation	(295,609)	-	-	-	(295,609)
Total Noncurrent Assets	16,428	-	-	-	16,428
Total Assets	274,145	20,220	93,430	34,548	422,343
LIABILITIES					
Current Liabilities:					
Accounts Payable	-	4,217	-	408	4,625
Unearned Revenue	8,812	5,095	-	2,650	16,557
Interfund Payable	20,460	-	-	228	20,688
Total Current Liabilities	29,272	9,312	-	3,286	41,870
Noncurrent Liabilities:					
Compensated Absences	10,773	-	-	-	10,773
Total Noncurrent Liabilities	10,773	-	-	-	10,773
Total Liabilities	40,045	9,312	-	3,286	52,643
NET POSITION					
Investment in Capital Assets	16,428	-	-	-	16,428
Unrestricted	217,672	10,908	93,430	31,262	353,272
Total Net Position	\$ 234,100	\$ 10,908	\$ 93,430	\$ 31,262	\$ 369,700

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2018**

	<u>BUSINESS-TYPE ACTIVITIES</u>				2018
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS	
Local Sources:					
Daily Sales - Reimbursable Programs	\$ 288,823	\$ -	\$ -	\$ -	\$ 288,823
Daily Sales Nonreimbursable Programs	280,344	-	-	-	280,344
Special Functions	21,985	-	-	-	21,985
Miscellaneous	959	5,569	26,122	54,079	86,729
Total Operating Revenue	592,111	5,569	26,122	54,079	677,881
Operating Expenses:					
Salaries	259,089	7,853	3,000	53,240	323,182
Employee Benefits	111,812	473	230	4,072	116,587
Supplies and Materials	27,507	-	-	1,691	29,198
Cleaning, Repair & Maintenance Services	15,794	-	-	-	15,794
Other Purchased Services	45,845	-	-	-	45,845
Depreciation	1,731	-	-	-	1,731
Miscellaneous	601	-	-	-	601
Cost of Sales - Reimburseable Programs	204,682	-	14,231	-	218,913
Cost of Sales - Non-Reimburseable Program	120,210	-	-	-	120,210
Total Operating Expenses	787,271	8,326	17,461	59,003	872,061
Operating/(Loss)/Gain	(195,160)	(2,757)	8,661	(4,924)	(194,180)
Nonoperating Revenues/(Expenses):					
State Sources:					
State School Lunch Program	5,434	-	-	-	5,434
Federal Sources:					
National School Lunch Program	127,557	-	-	-	127,557
Food Distribution Program	45,863	-	-	-	45,863
National School Breakfast Program	19,378	-	-	-	19,378
Interest & Investment Revenue	730	-	-	-	730
Profit Guarantee from FSMC	28,352	-	-	-	28,352
Total Nonoperating Revenues/ (Expenses)	227,314	-	-	-	227,314
Net Income/(Loss)	32,154	(2,757)	8,661	(4,924)	33,134
Net Position - Beginning,	201,946	13,665	84,769	36,186	336,566
Total Net Position - Ending	\$ 234,100	\$ 10,908	\$ 93,430	\$ 31,262	\$ 369,700

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2018

	BUSINESS-TYPE ACTIVITIES				2018
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS	
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 562,251	\$ 5,428	\$ 26,122	\$ 53,325	\$ 647,126
Payments to Suppliers	(410,019)	2,717	(15,268)	(1,283)	(423,853)
Payments to Employees	(266,541)	(7,853)	(3,000)	(53,240)	(330,634)
Payments for Employee Benefits	(111,812)	(473)	(230)	(4,072)	(116,587)
Net Cash Provided/(Used) by Operating Activities	(226,121)	(181)	7,624	(5,270)	(223,948)
Cash Flows From Capital Financing Activities:					
Purchase of Equipment	(5,661)	-	-	-	(5,661)
Net Cash Used by Capital Financing Activities	(5,661)	-	-	-	(5,661)
Cash Flows From Non-Capital Financing Activities:					
Cash Received from State & Federal Reimbursements	195,906	-	-	-	195,906
Net Cash Provided by Non-Capital Financing Activities	224,258	-	-	-	224,258
Cash Flows From Investing Activities:					
Interest Income	730	-	-	-	730
Net Cash Provided by Investing Activities	730	-	-	-	730
Net Increase/(Decrease) in Cash & Cash Equivalents	(6,794)	(181)	7,624	(5,270)	(4,621)
Cash & Cash Equivalents, July 1	205,921	20,173	70,014	39,714	335,822
Cash & Cash Equivalents, June 30	\$ 199,127	\$ 19,992	\$ 77,638	\$ 34,444	\$ 331,201

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Operating Income/(Loss)	\$ (195,160)	\$ (2,757)	\$ 8,661	\$ (4,924)	\$ (194,180)
Adjustments to Reconcile Operating Income/(Loss) in Cash Provided/(Used) by Operating Activities:					
Depreciation Expense	1,731	-	-	-	1,731
Change in Assets & Liabilities:					
(Increase)/Decrease in Accounts Receivable	(28,662)	-	-	96	(28,566)
(Increase)/Decrease in Inventory	(6,883)	-	(1,037)	-	(7,920)
Increase/(Decrease) in Deferred Revenue	(1,198)	(141)	-	(850)	(2,189)
Increase/(Decrease) in Accounts Payable	11,503	2,717	-	408	14,628
Increase/(Decrease) in Compensated Absences	(7,452)	-	-	-	(7,452)
Total Adjustments	(30,961)	2,576	(1,037)	(346)	(29,768)
Net Cash Provided/(Used) by Operating Activities	\$ (226,121)	\$ (181)	\$ 7,624	\$ (5,270)	\$ (223,948)

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Internal Service Fund

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2018**

ASSETS	<u>GOVERNMENTAL ACTIVITIES</u> TRANSPORTATION CONSORTIUM	2018
Current Assets:		
Receivables from Other Governments	\$ 270,311	\$ 270,311
Total Assets	<u>270,311</u>	<u>270,311</u>
LIABILITIES		
Cash Overdraft	213,743	213,743
Accounts Payable	1,653	1,653
Total Liabilities	<u>215,396</u>	<u>215,396</u>
NET POSITION		
Unrestricted	<u>54,915</u>	<u>54,915</u>
Total Net Position	<u>\$ 54,915</u>	<u>\$ 54,915</u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2018**

	<u>GOVERNMENTAL ACTIVITIES</u> <u>TRANSPORTATION</u> CONSORTIUM	2018
OPERATING REVENUES:		
Local Sources:		
Transportation Fees	\$ 930,602	\$ 930,602
Total Operating Revenue	<u>930,602</u>	<u>930,602</u>
OPERATING EXPENSES:		
Salaries	431,402	431,402
Aid in Lieu	73,698	73,698
Contracted Services (Between Home & School) - Vendors	73,600	73,600
Contracted Services (Special Education Students) - Joint Agreements	11,892	11,892
Other Purchased Services	3,276	3,276
Cleaning, Repair & Maintenance Services	40,872	40,872
Purchased Services	24,822	24,822
Supplies & Materials	77,774	77,774
Miscellaneous Expenditures	353	353
Benefits	<u>143,413</u>	<u>143,413</u>
Total Operating Expenses	<u>881,102</u>	<u>881,102</u>
Net Income/(Loss)	49,500	49,500
Total Net Position - July 1	<u>5,415</u>	<u>5,415</u>
Total Net Position - June 30	<u>\$ 54,915</u>	<u>\$ 54,915</u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF CASH FLOWS
AS OF JUNE 30, 2018**

	<u>GOVERNMENTAL ACTIVITIES</u>		
	<u>TRANSPORTATION</u>		
	CONSORTIUM		2018
Cash Flows From Operating Activities:			
Receipts from Customers	\$	849,738	\$ 849,738
Payments to Suppliers		(306,287)	(306,287)
Payments to Employees		(436,429)	(436,429)
Payments for Employee Benefits		(143,413)	(143,413)
Net Cash Provided/(Used) by Operating Activities		(36,391)	(36,391)
Net Increase/(Decrease) in Cash & Cash Equivalents		(36,391)	(36,391)
Cash & Cash Equivalents, July 1		(177,352)	(177,352)
Cash & Cash Equivalents, June 30	\$	(213,743)	\$ (213,743)

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES

Reconciliation of Operating Income (Loss) to Cash Provided/(Used) by Operating Activities:	\$	49,500	\$ 49,500
Operating Income (Loss)			
Adjustments to Reconcile Operating Income/(Loss) in Cash Provided/(Used) by Operating Activities:			
Change in Assets & Liabilities:			
(Increase)/Decrease in Accounts Receivable		(80,864)	(80,864)
Increase/(Decrease) in Accounts Payable		(5,027)	(5,027)
Total Adjustments		(85,891)	(85,891)
Net Cash Provided/(Used) by Operating Activities	\$	(36,391)	\$ (36,391)

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H. Fiduciary Fund

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

	PRIVATE PURPOSE			AGENCY		TOTAL 2018
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	PAYROLL FUND	STUDENT ACTIVITIES	
ASSETS						
Cash & Cash Equivalents	\$ 1,064	\$ 6,716	\$ 159,405	\$ 209,956	\$ 489,767	\$ 866,908
Total Assets	1,064	6,716	159,405	209,956	489,767	866,908
LIABILITIES						
Payroll Deductions & Withholdings	-	-	-	208,947	-	208,947
Due to Student Groups	-	-	-	-	489,493	489,493
Accounts Payable	-	-	4,640	-	170	4,810
Interfund Accounts Payable	-	-	-	1,009	104	1,113
Total Liabilities	-	-	4,640	209,956	489,767	704,363
NET POSITION						
Held in Trust for Unemployment Claims & Other Purposes	-	-	154,765	-	-	154,765
Reserved for Scholarships	1,064	6,716	-	-	-	7,780
Total Net Position	\$ 1,064	\$ 6,716	\$ 154,765	\$ -	\$ -	\$ 162,545

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT CHANGES IN FIDUCIARY NET POSITION
JUNE 30, 2018**

	PRIVATE PURPOSE			TOTAL 2018
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	
ADDITIONS:				
Contributions:				
Plan Member	\$ -	\$ -	\$ 33,385	\$ 33,385
Other	-	3,560	-	3,560
Total Contributions	-	3,560	33,385	36,945
Investment Earnings:				
Interest	-	17	559	576
Total Additions	-	3,577	33,944	37,521
DEDUCTIONS:				
Unemployment Claims	-	-	68,598	68,598
Cancellation of Prior Year AR	-	-	7,828	7,828
Scholarship Payments	-	4,000	-	4,000
Total Deductions	-	4,000	76,426	80,426
Change in Net Position	-	(423)	(42,482)	(42,905)
Net Position - Beginning	1,064	7,139	197,247	205,450
Net Position - End	\$ 1,064	\$ 6,716	\$ 154,765	\$ 162,545

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
SCHEDULE OF STUDENT ACTIVITY RECEIPTS AND DISBURSEMENTS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

ASSETS	BALANCE JULY 1, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
Middle School	\$ 32,621	\$ 66,530	\$ 73,842	\$ 25,309
High School	438,442	843,491	828,715	453,218
Athletics	10,837	72,786	72,383	11,240
Total Assets	\$ 481,900	\$ 982,807	\$ 974,940	\$ 489,767

**SCHEDULE OF CHANGES IN PAYROLL AGENCY ASSETS & LIABILITIES
FOR FISCAL YEAR ENDED JUNE 30, 2018**

ASSETS	BALANCE JULY 1, 2017	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2018
Cash & Cash Equivalents	\$ 39,521	\$ 27,967,975	\$ 27,797,540	\$ 209,956
Total Assets	\$ 39,521	\$ 27,967,975	\$ 27,797,540	\$ 209,956
LIABILITIES				
Net Payroll Deductions & Withholdings	\$ 38,502	\$ 27,967,975	\$ 27,797,530	\$ 208,947
Interfunds Payable	1,019	-	10	1,009
Total Liabilities	\$ 39,521	\$ 27,967,975	\$ 27,797,540	\$ 209,956

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I. Long-Term Debt

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**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2018**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITY DATE	INTEREST RATE	BALANCE JUNE 30, 2017	ISSUED	RETIRED	BALANCE JUNE 30, 2018
Installation of Solar Panels on the Middle School	12/23/2009	\$ 1,303,000	January 15, 2019	3.500%	\$ 758,000	\$ -	\$ 85,000	\$ 673,000
			2020	4.250%	90,000			
			2021	4.250%	90,000			
			2022	4.250%	95,000			
			2023	4.250%	95,000			
			2024	4.250%	100,000			
School Refunding Bonds	11/10/2010	\$ 18,745,000	February 15, 2019	4.495%	13,320,000	-	1,945,000	11,375,000
			2020	4.057%	2,070,000			
			2021	4.435%	2,175,000			
			2022	3.901%	2,300,000			
			2023	3.250%	2,415,000			
School Bonds, Series 2016	12/9/2015	\$ 1,995,000	February 1, 2019	2.000%	1,845,000	-	165,000	1,680,000
			2020	2.000%	175,000			
			2021	2.000%	185,000			
			2022	2.000%	200,000			
			2023	2.000%	200,000			
			2024	2.000%	210,000			
			2025	2.125%	220,000			
2026	2.250%	240,000						
Total					\$ 15,923,000	\$ -	\$ 2,195,000	\$ 13,728,000

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	JUNE 30, 2018				POSITIVE/ NEGATIVE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,601,517	\$ -	\$ 2,601,517	\$ 2,601,517	\$ -
Transfer from Capital Reserve	85,000	-	85,000	85,000	-
State Sources:					
Debt Service Aid Type II	120,804	-	120,804	120,804	-
Total Revenues	2,807,321	-	2,807,321	2,807,321	-
Expenditures:					
Regular Debt Service:					
Interest	612,321	-	612,321	612,321	-
Principal	2,195,000	-	2,195,000	2,195,000	-
Total Expenditures	2,807,321	-	2,807,321	2,807,321	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	1	-	1	1	-
Fund Balance, June 30	\$ 1	\$ -	\$ 1	\$ 1	\$ -

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF COMPENSATED ABSENCES
JUNE 30, 2018**

	OUTSTANDING BALANCE			OUTSTANDING BALANCE		
	2017	ADDITIONS	DELETIONS	2018		
Governmental Compensated Absences	\$ 1,020,735	\$ 42,814	\$ -	\$ 1,063,549		
Business-Type Compensated Absences	18,225	-	(7,452)	10,773		
Total Compensated Absences	<u>\$ 1,038,960</u>	<u>\$ 42,814</u>	<u>\$ (7,452)</u>	<u>\$ 1,074,322</u>		

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STATISTICAL SECTION (Unaudited)

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CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Governmental Activities:										
Net Investment in,										
Capital Assets	\$28,123,565	\$25,560,231	\$25,823,501	\$25,259,587	\$25,182,966	\$ 24,107,126	\$23,014,071	\$20,778,036	\$20,055,146	\$19,201,338
Restricted	7,285,130	5,839,924	5,270,085	4,829,648	4,457,608	4,680,040	2,725,737	2,890,240	5,198,085	2,228,328
Unrestricted	(13,292,546)	(12,205,645)	(12,750,371)	(1,903,072)	(1,656,726)	(1,242,422)	15,534	(1,612,410)	(3,571,905)	(1,082,671)
Total Governmental Activities	\$22,116,149	\$19,194,510	\$18,343,215	\$28,186,163	\$27,983,848	\$ 27,544,744	\$25,755,342	\$22,055,866	\$21,681,326	\$20,346,995
Business-Type Activities:										
Net Investment in,										
Capital Assets	\$ 16,428	\$ 8,550	\$ 9,866	\$ 4,467	\$ 4,475	\$ 6,913	\$ 9,351	\$ -	\$ 23,418	\$ 38,939
Unrestricted	353,272	293,906	221,075	287,563	271,627	244,319	280,872	279,863	306,780	288,269
Total Business-Type Activities	\$ 369,700	\$ 302,456	\$ 230,941	\$ 292,030	\$ 276,102	\$ 251,232	\$ 290,223	\$ 279,863	\$ 330,198	\$ 327,208
District-Wide:										
Net Investment in,										
Capital Assets	\$28,139,993	\$25,568,781	\$25,833,367	\$25,264,054	\$25,187,441	\$ 24,114,039	\$23,023,422	\$20,778,036	\$20,078,564	\$19,240,277
Restricted	7,285,130	5,839,924	5,270,085	4,829,648	4,457,608	4,680,040	2,725,737	2,890,240	5,198,085	2,228,328
Unrestricted	(12,939,274)	(11,911,739)	(12,529,296)	(1,615,509)	(1,385,099)	(998,103)	296,406	(1,332,547)	(3,265,125)	(794,402)
Total District Net Position	\$22,485,849	\$19,496,966	\$18,574,156	\$28,478,193	\$28,259,950	\$ 27,795,976	\$26,045,565	\$22,335,729	\$22,011,524	\$20,674,203

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 10,863,994	\$ 10,702,607	\$ 10,545,751	\$ 10,415,660	\$ 10,396,548	\$ 10,149,928	\$ 9,915,997	\$ 10,022,303	\$ 9,724,632	\$ 10,022,531
Special Education	3,070,011	3,047,476	2,857,568	2,616,839	2,467,266	2,469,007	2,665,925	2,680,000	2,403,481	2,536,204
Other Special Instruction	-	-	-	-	-	-	-	-	-	-
Other Instruction	1,090,542	1,083,355	1,057,959	1,036,588	1,043,130	992,280	945,019	1,040,843	942,411	929,641
Support Services:										
Tuition	2,197,612	2,516,873	2,843,925	2,546,942	2,276,335	2,311,183	1,854,027	1,518,183	1,545,688	1,394,985
Student & Instruction Related Services	2,406,645	2,572,506	2,342,772	2,479,145	2,339,322	2,156,421	2,008,698	2,081,122	1,983,246	2,322,905
Health Services	281,536	261,698	260,174	250,426	243,164	227,527	222,492	210,694	190,890	-
Educational Media Services/School Library	222,421	243,061	258,308	257,703	256,457	248,439	237,334	232,299	246,988	-
School Administrative Services	1,582,566	1,582,815	1,550,592	1,440,069	1,380,923	1,347,192	1,344,021	1,384,234	1,396,326	1,281,321
General Administrative	615,015	614,132	511,964	518,845	518,657	609,313	480,870	513,154	535,255	547,617
Central Services	409,635	400,202	378,779	380,167	401,679	360,385	384,884	385,847	343,512	318,293
Administrative Information Technology	571,174	416,399	451,437	337,575	331,690	314,798	294,408	337,071	288,704	211,271
Plant Operations & Maintenance	2,869,286	2,573,282	2,701,354	2,839,811	2,874,443	2,393,098	2,533,372	3,046,405	2,505,800	3,088,083
Pupil Transportation	2,408,589	2,519,065	2,720,369	2,695,591	2,690,554	2,386,439	2,410,004	2,381,253	2,283,153	2,373,346
Employee Benefits	18,310,053	13,168,801	11,240,782	8,286,479	8,002,781	6,955,585	6,305,315	6,300,479	6,160,832	6,426,994
On Behalf TPAF Pension and Social Security Contributions	-	-	-	-	-	-	-	-	-	-
Special Schools	-	51,187	60,908	72,318	66,383	85,530	77,868	85,782	91,834	69,370
Adjustment to Capital Assets	-	-	-	-	(2,545)	(138,099)	(1,202,690)	885,563	15,803	-
Interest on Long-Term Debt	760,252	934,560	1,000,410	1,071,875	1,049,503	805,946	1,397,228	1,218,307	1,266,312	1,351,969
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Unallocated Depreciation	2,068,645	1,953,866	1,854,035	1,870,974	1,855,719	1,823,702	1,812,101	1,847,437	1,463,037	503,386
Amortization of Debt Issuance Costs	-	-	-	-	20,178	20,177	20,177	38,678	38,677	-
Reduction of Capital Leases	-	-	-	-	-	-	(66,649)	(101,638)	(217,634)	-
Unallocated Compensated Absences	-	-	-	-	(18,267)	25,309	(38,973)	(40,642)	(162,703)	-
Total Governmental Activities Expenses	\$49,727,976	44,641,885	42,637,087	39,117,007	38,193,920	35,744,160	33,601,428	36,087,374	33,048,244	33,377,916
Business-Type Activities:										
Food Service	787,271	923,195	1,026,744	865,226	836,903	891,201	852,813	920,212	869,871	919,370
Other Activities	84,790	52,777	63,208	64,683	73,359	73,791	80,212	78,507	91,963	39,851
Total Business-Type Activities Expense	872,061	975,972	1,089,952	929,909	910,262	964,992	933,025	998,719	961,834	959,221
Total District Expenses	\$ 50,600,037	\$ 45,617,857	\$ 43,727,039	\$ 40,046,916	\$ 39,104,182	\$ 36,709,152	\$ 34,534,453	\$ 37,086,093	\$ 34,010,078	\$ 34,337,137

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Program Revenues:										
Governmental Activities:										
Charges for Services & Operating Grants	\$ 455,438	\$ 538,725	\$ 436,998	\$ 541,080	\$ 495,430	\$ 513,301	\$ 683,177	\$ 723,996	\$ 442,589	\$ 561,416
Instruction (Special Education)	-	-	-	-	-	-	-	-	-	-
On Behalf TPAF Pension and Social Security Contributions	-	-	-	-	-	-	-	-	-	-
Support Services:										
Student & Instruction & Related Services	241,600	297,277	254,653	286,604	265,418	203,473	206,594	283,751	222,626	227,289
Pupil Transportation	787,189	917,090	952,617	1,013,188	1,046,377	1,072,569	998,489	921,909	809,862	788,872
Employee Benefits	12,795,637	7,673,481	6,236,389	169,132	141,811	133,722	130,394	129,504	135,262	156,367
Interest on Long-Term Debt	-	441,272	475,946	500,117	522,113	545,637	569,699	633,759	606,185	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Program Revenues	14,279,864	9,867,845	8,356,603	2,510,121	2,471,149	2,468,702	2,588,553	2,692,919	2,216,524	1,733,944
Business-Type Activities:										
Charges for Services:										
Food Service	592,111	634,018	613,600	693,841	667,265	683,169	688,132	683,644	701,134	735,872
Other Activities	85,770	50,503	54,829	79,368	97,037	79,794	100,860	92,394	84,255	38,292
Operating Grants & Contributions	198,232	175,005	157,846	169,415	170,016	160,518	149,496	165,285	141,561	124,086
Total Business Type Activities Program Revenues	876,113	859,526	826,275	942,624	934,318	923,481	938,488	941,323	926,950	898,250
Total District Program Revenues	\$ 15,155,977	\$ 10,727,371	\$ 9,182,878	\$ 3,452,745	\$ 3,405,467	\$ 3,392,183	\$ 3,526,841	\$ 3,634,242	\$ 3,143,474	\$ 2,632,194
Net/(Expense)/Revenue:										
Governmental Activities	\$ (35,448,112)	\$ (34,774,040)	\$ (34,280,484)	\$ (36,606,886)	\$ (35,722,771)	\$ (33,275,458)	\$ (31,013,075)	\$ (33,394,455)	\$ (30,831,720)	\$ (31,643,972)
Business-Type Activities	4,052	(116,446)	(263,677)	12,715	24,056	(41,511)	5,463	(57,396)	(34,884)	(60,971)
Total District-Wide Net Expense	\$ (35,444,060)	\$ (34,890,486)	\$ (34,544,161)	\$ (36,594,171)	\$ (35,698,715)	\$ (33,316,969)	\$ (31,007,612)	\$ (33,451,851)	\$ (30,866,604)	\$ (31,704,943)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 18,521,388	\$ 17,802,181	\$ 17,261,493	\$ 16,577,579	\$ 15,750,227	\$ 15,441,399	\$ 15,289,560	\$ 14,701,500	\$ 14,444,883	\$ 14,036,426
Taxes Levied for Debt Service	2,601,517	2,151,766	2,110,817	2,084,598	2,096,715	2,083,045	2,166,807	2,175,364	2,176,412	2,068,825
Unrestricted Grants & Contributions	15,316,938	15,209,232	15,298,114	17,685,796	17,786,446	16,915,904	16,153,147	16,182,596	15,307,883	15,084,865
Restricted Grants & Contributions	120,804	-	-	-	-	-	-	-	-	-
Tuition Received	589,072	395,278	493,235	367,146	285,698	169,243	185,411	138,002	171,444	145,057
Transportation Fees	-	-	-	-	-	-	-	-	-	-
Investment Earnings	54,523	28,379	13,216	11,635	23,576	40,864	81,258	110,040	75,769	133,209
Miscellaneous Income	406,072	217,109	227,123	238,288	218,504	415,504	836,528	611,493	226,205	197,865
Other	403,007	-	-	-	-	-	-	-	-	(7,990)
Transfers	-	(178,610)	(194,517)	-	-	(1,099)	(160)	(150,000)	-	-
Total Governmental Activities	38,013,321	35,625,335	35,209,481	36,965,042	36,161,166	35,064,860	34,712,551	33,768,995	32,402,596	31,658,257
Business-Type Activities:										
Investment Earnings	730	756	525	513	814	2,520	4,737	6,539	7,371	15,497
Capital Asset Adjustment	-	-	7,546	-	-	-	-	-	-	-
Transfers/Other	28,352	178,610	194,517	-	-	-	160	522	-	-
Total Business-Type Activities	29,082	179,366	202,588	513	814	2,520	4,897	7,061	7,371	15,497
Total District-Wide	\$ 38,042,403	\$ 35,804,701	\$ 35,412,069	\$ 36,965,555	\$ 36,161,980	\$ 35,067,380	\$ 34,717,448	\$ 33,776,056	\$ 32,409,967	\$ 31,673,754
Change in Net Position:										
Governmental Activities	\$ 2,565,209	\$ 851,295	\$ 928,997	\$ 358,156	\$ 439,104	\$ 1,789,402	\$ 3,699,476	\$ 374,540	\$ 1,570,876	\$ 14,285
Business-Type Activities	33,134	62,920	(61,089)	13,228	24,870	(38,991)	10,360	(50,335)	(27,513)	(45,474)
Total District	\$ 2,598,343	\$ 914,215	\$ 867,908	\$ 371,384	\$ 463,974	\$ 1,750,411	\$ 3,709,836	\$ 324,205	\$ 1,543,363	\$ (31,189)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Fund:										
Restricted	\$ 7,187,638	\$ 5,472,571	\$ 5,211,664	\$ 4,691,227	\$ 1,833,600	\$ 4,851,556	\$ 3,491,912	\$ 2,838,742	\$ 3,342,513	\$ 2,087,353
Unrestricted	7,306	(66,745)	(353,261)	(354,932)	2,166,620	(171,032)	(525,713)	(772,153)	(522,502)	54,245
Total General Fund	\$ 7,194,944	\$ 5,405,826	\$ 4,858,403	\$ 4,336,295	\$ 4,000,220	\$ 4,680,524	\$ 2,966,199	\$ 2,066,589	\$ 2,820,011	\$ 2,141,598
All Other Governmental Funds:										
Restricted	\$ 340,775	\$ 367,353	\$ 58,421	\$ 138,423	\$ 217,920	\$ -	\$ -	\$ 195,271	\$ -	\$ -
Unrestricted, Reported in:										
Capital Projects Fund	-	-	-	-	-	223,942	1,436,639	299,514	126,214	239,689
Debt Service Fund	-	-	-	-	-	-	89,641	1	1	-
Total All Other Governmental Funds	\$ 340,775	\$ 367,353	\$ 58,421	\$ 138,423	\$ 217,920	\$ 223,942	\$ 1,526,280	\$ 494,786	\$ 126,215	\$ 239,689

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Revenues:										
Taxes Local	\$ 21,122,905	\$ 19,953,947	\$ 19,372,310	\$ 18,662,177	\$ 17,846,942	\$ 17,524,444	\$ 17,456,367	\$ 16,876,864	\$ 16,621,295	\$ 16,105,251
Tuition Charges	589,072	395,278	493,235	367,146	285,698	169,243	185,411	138,002	171,444	145,057
Transportation	12,000	-	4,942	4,287	44,739	44,475	31,448	22,915	8,037	-
Interest Earnings	54,523	28,379	13,216	11,635	23,576	40,864	81,258	110,040	75,769	133,209
Miscellaneous	394,072	217,109	222,181	234,001	168,765	371,029	805,080	588,578	218,168	197,865
State Sources	20,019,832	19,254,173	18,701,827	18,309,621	18,417,919	17,037,663	16,789,952	14,635,581	15,994,794	15,173,779
Federal Sources	646,321	706,874	662,356	703,976	652,197	1,140,652	822,665	3,188,521	584,489	721,075
Total Revenue	42,838,725	40,555,760	39,470,067	38,292,843	37,444,836	36,328,370	36,172,181	35,560,501	33,673,996	32,476,236
Expenditures:										
Instruction:										
Regular Instruction	10,863,994	10,702,607	10,545,751	10,415,660	10,396,548	10,149,928	9,915,997	10,022,303	9,724,632	9,573,755
Special Education Instruction	3,070,011	3,047,476	2,857,568	2,616,839	2,467,266	2,469,007	2,665,925	2,680,000	2,403,481	2,506,885
Other Special Instruction	1,090,542	1,083,355	1,057,959	1,036,588	1,043,130	992,280	945,019	1,040,843	942,411	927,232
Undistributed:										
Tuition	2,197,612	2,516,873	2,843,925	2,546,942	2,276,335	2,311,183	1,854,027	1,518,183	1,545,688	1,394,985
Attendance & Social Work Services	51,578	52,859	80,572	78,543	76,630	74,991	70,710	83,860	82,898	81,856
Health Services	281,536	261,698	260,174	250,426	243,164	227,527	222,492	210,694	190,890	200,137
Related Services	370,770	434,215	382,167	418,766	399,308	318,366	294,601	361,663	290,260	51,909
Extraordinary Services	193,394	192,678	158,610	173,828	119,750	81,604	28,566	22,823	11,043	20,207
Support Services - Students:										
Regular	907,312	962,962	899,368	903,111	911,577	878,294	859,004	851,845	852,089	823,806
Special	400,161	376,890	336,228	375,410	315,226	305,270	289,251	308,135	307,465	544,087
Improvement of Instruction	483,430	552,902	485,827	529,487	516,831	497,896	466,566	452,796	439,491	296,185
Educational Media Services	222,421	243,061	258,308	257,703	256,457	248,439	237,334	252,299	246,988	248,003
Instructional Staff Training	70,569	75,552	66,626	69,266	76,965	56,054	48,979	40,847	18,601	9,759
General Administration	544,446	538,580	445,338	449,579	441,692	553,259	431,891	472,307	516,654	517,043
School Administration	1,582,566	1,582,815	1,550,592	1,440,069	1,380,923	1,347,192	1,344,021	1,384,234	1,396,326	1,258,848
Central Administration	409,635	400,202	378,779	380,167	401,679	360,385	384,884	385,847	343,512	317,997

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Expenditures (continued):										
Administration Information Technology	571,174	416,399	451,437	337,575	331,690	314,798	294,408	337,071	288,704	216,815
Allowable Maintenance for School Facilities	649,947	473,172	531,265	586,055	759,324	424,605	460,011	915,645	418,131	309,706
Operation & Maintenance of Plant Services	2,219,339	2,052,052	2,165,361	2,251,056	2,115,119	1,968,493	2,073,361	2,130,760	2,087,669	1,999,859
Student Transportation	1,670,900	1,607,390	1,745,864	1,682,403	1,653,508	1,515,071	1,390,972	1,488,065	1,477,110	1,617,066
Unallocated Benefits	5,213,707	8,640,569	7,833,755	8,117,347	7,860,970	6,821,863	6,174,921	6,170,975	6,025,570	6,267,565
On Behalf TPAF Pension and Social Security Contributions	4,531,373	-	-	-	-	-	-	-	-	-
Capital Outlay	1,313,898	2,598,842	770,297	382,915	1,326,861	1,128,196	846,621	3,072,252	625,014	349,263
Special Schools	-	51,187	60,908	72,318	66,383	85,530	77,868	85,782	91,834	69,370
Debt Service Expenditures:										
Principal	2,195,000	1,940,000	1,870,000	1,785,000	1,740,000	1,750,000	1,880,000	1,585,000	1,490,000	1,345,000
Interest	829,941	711,459	796,765	879,212	953,826	1,035,053	983,488	1,224,123	1,292,596	1,351,969
Total Expenditures	41,935,256	41,515,795	38,833,444	38,036,265	38,131,162	35,915,284	34,240,917	37,098,352	33,109,057	32,299,307
Excess (Deficiency) of Revenues Over/(Under) Expenditures	903,469	(960,035)	636,623	256,578	(686,326)	413,086	1,931,264	(1,537,851)	564,939	176,929
Other Financing Sources/(Uses):										
Sale of Bonds	-	1,995,000	-	-	-	-	-	1,303,000	-	-
Capital Leases (Non-Budgeted)	-	-	-	-	-	-	-	-	320,640	320,640
Cancellation of Prior Year AP	-	-	-	-	-	-	-	-	-	-
Transfers Out	(85,000)	(178,610)	-	-	-	-	(160)	-	(19,426)	(19,426)
Transfers In	85,000	-	-	-	-	-	-	(150,000)	-	-
Total Other Financing Sources/(Uses)	-	1,816,390	-	-	-	-	(160)	1,153,000	301,214	301,214
Net Change in Fund Balances	\$903,469	\$856,355	\$636,623	\$256,578	(686,326)	413,086	1,931,104	(384,851)	866,153	478,143
Debt Service as a Percentage of Noncapital Expenditures	7.45%	7.01%	7.01%	7.08%	7.32%	8.01%	8.57%	8.26%	8.57%	8.44%

Source: District Records

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDING JUNE 30,	FACILITY USE/ RENTAL	ENERGY SAVINGS	MISC	CORE Rebate	PRIOR YEAR REFUNDS	INSURANCE DIVIDEND	PRIOR PAYABLE ADJUSTMENT	ADULT SCHOOL	SREC SALES	GATE RECEIPTS	INSURANCE SETTLEMENT	TOTAL
2018	4,730	-	99,726	-	11,925	-	-	46,646	71,358	29,323	-	263,708
2017	4,290	372	70,691	-	21,783	-	130	41,040	47,351	24,379	-	210,036
2016	1,370	21,410	5,990	-	45,472	-	1,050	57,113	50,343	20,628	8,500	211,876
2015	-	-	95,387	-	18,725	-	-	56,043	-	21,360	-	191,515
2014	2,268	-	22,303	-	17,474	-	-	61,992	-	24,351	-	128,388
2013	1,856	-	41,141	-	147,266	-	-	76,112	-	17,264	-	283,639
2012	2,340	-	21,297	421,594	73,803	-	-	64,427	97,413	23,031	638	704,542
2017	3,218	-	22,484	-	57,958	-	1	74,555	-	15,461	406,819	580,496
2010	15,935	-	33,885	-	23,438	33,214	3,285	80,849	-	27,562	-	218,168
2009	2,746	-	21,981	-	60,196	-	-	91,641	-	21,301	-	197,865

Source: District records

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
Harrison												
2018	22,815,000	1,352,280,900	28,876,800	2,820,400	118,532,700	322,300	-	1,525,648,100	3,060,097	1,528,708,197	0.706	1,517,540,518
2017	22,055,200	1,250,162,100	30,003,500	2,828,500	96,665,400	321,700	1,073,300	1,403,109,700	2,882,389	1,405,992,089	0.732	1,474,009,560
2016	24,430,700	1,229,510,600	29,569,200	2,845,900	95,725,500	321,700	7,297,300	1,389,700,900	2,969,606	1,392,670,506	0.697	1,441,299,419
2015	25,368,500	1,208,175,300	31,077,500	2,864,300	92,196,500	N/A	7,297,300	1,366,979,400	2,975,643	1,369,955,043	0.679	1,373,202,019
2014	25,357,800	1,187,245,000	31,111,900	2,874,300	92,675,600	N/A	7,297,300	1,346,561,900	3,369,388	1,349,931,288	0.668	1,373,202,019
2013	28,662,100	1,175,818,900	31,758,500	2,866,900	89,881,800	N/A	7,297,300	1,336,285,500	3,724,475	1,340,009,975	0.644	1,416,201,622
2012	32,150,900	1,162,559,600	32,733,200	2,866,800	84,819,400	N/A	7,297,300	1,322,427,200	3,683,324	1,326,110,524	0.646	1,444,106,776
2011	36,974,600	1,147,615,700	32,252,500	2,054,900	92,451,900	N/A	7,297,300	1,318,646,900	4,538,574	1,323,185,474	0.642	1,514,985,628
2010	27,824,900	728,280,000	18,219,200	2,152,600	42,036,700	N/A	4,531,500	823,044,900	2,362,052	825,406,952	1.030	1,541,193,020
2009	27,451,400	706,145,500	19,247,600	3,046,700	41,229,100	N/A	4,531,500	801,651,800	2,338,529	803,990,329	1.032	1,509,866,503
Mantua												
2018	19,105,000	1,106,029,200	22,063,800	1,606,200	162,860,500	12,486,500	2,933,400	1,327,084,600	2,410,907	1,329,495,507	0.776	1,392,205,060
2017	19,704,800	1,100,198,000	23,317,800	1,645,700	163,360,300	10,709,000	2,933,400	1,321,869,000	2,504,124	1,324,373,124	0.792	1,346,921,744
2016	22,212,800	1,103,487,500	22,332,500	1,600,100	164,595,800	10,801,900	2,935,200	1,327,965,800	2,514,259	1,330,480,059	0.771	1,371,440,463
2015	24,093,800	1,098,246,900	25,239,000	1,606,900	169,010,200	11,086,200	2,935,200	1,332,218,200	2,453,312	1,334,671,512	0.754	1,366,097,416
2014	22,472,300	1,094,921,600	26,702,400	2,182,700	171,412,300	11,356,300	2,935,200	1,331,982,800	3,112,020	1,335,094,820	0.722	1,375,588,970
2013	20,729,200	1,097,392,800	26,728,600	1,677,400	185,562,100	13,942,400	2,980,000	1,349,012,500	3,863,440	1,352,875,940	0.680	1,455,873,624
2012	12,371,200	650,155,200	14,066,000	1,209,800	84,685,900	5,612,300	1,672,000	769,772,400	2,126,051	771,898,451	1.16	1,519,056,575
2011	13,462,900	646,079,800	14,473,400	1,230,900	83,909,100	5,845,300	1,672,000	766,673,400	2,261,469	768,934,869	1.166	1,569,795,709
2010	16,329,000	644,079,700	14,380,700	1,225,800	78,278,400	7,187,200	1,672,000	763,152,800	2,246,773	765,399,573	1.094	1,556,819,257
2009	17,614,100	636,102,700	14,432,000	1,236,400	74,828,500	7,217,800	1,672,000	753,103,500	2,307,158	755,410,658	1.101	1,486,736,190

b. Tax rates are per \$100

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES						TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE	GENERAL OBLIGATION DEBT SERVICES	TOTAL DIRECT SCHOOL TAX RATE	TOWNSHIP OF HARRISON	TOWNSHIP OF HARRISON SCHOOL DISTRICT	TOWNSHIP OF HARRISON FIRE DISTRICT	TOWNSHIP OF HARRISON OPEN SPACE	GLOUCESTER COUNTY		
Harrison										
2018	0.619	0.087	0.706	0.4250	0.8410	0.0760	0.060	0.7170	2.825	
2017	0.639	0.093	0.732	0.4630	0.8930	0.0830	0.060	0.7590	2.990	
2016	0.622	0.075	0.697	0.4440	0.8930	0.0820	0.060	0.7300	2.906	
2015	0.605	0.074	0.679	0.4116	0.8778	0.0830	0.060	0.6759	2.787	
2017	0.594	0.075	0.668	0.3656	0.8777	0.0968	0.060	0.6610	2.730	
2013	0.569	0.075	0.644	0.4070	0.8590	0.0970	0.043	0.5840	2.634	
2012	0.569	0.077	0.646	0.2870	0.8600	0.0980	0.060	0.6290	2.580	
2011	0.562	0.080	0.642	0.2720	0.8650	0.0970	0.060	0.6750	2.611	
2010	0.897	0.133	1.030	0.3330	1.3180	0.1490	0.060	1.1070	3.997	
2009	0.899	0.133	1.032	0.3210	1.3490	0.1500	0.060	1.1130	4.025	
Mantua										
2018	0.681	0.096	0.777	0.679	1.025	0.0820	0.020	0.754	3.337	
2017	0.692	0.083	0.792	0.664	1.012	0.0790	0.020	0.732	3.299	
2016	0.688	0.083	0.771	0.640	0.992	0.0720	0.020	0.724	3.219	
2015	0.672	0.082	0.754	0.616	0.973	0.0670	0.020	0.681	3.111	
2017	0.683	0.037	0.720	0.596	0.959	0.0590	0.020	0.668	3.022	
2013	0.600	0.080	0.680	0.571	0.978	0.0600	0.200	0.641	3.130	
2012	1.022	0.138	1.160	0.920	1.471	0.0970	0.020	1.146	4.814	
2011	1.025	0.141	1.166	0.920	1.595	0.1010	0.020	1.206	5.008	
2010	0.953	0.141	1.094	0.919	1.569	0.1000	0.020	1.040	4.742	
2009	0.960	0.141	1.101	0.864	1.534	0.0970	0.020	1.165	4.781	

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

HARRISON TOWNSHIP	2018		2009	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION
AEW SCT Mullica Hill, LLC	\$ 14,000,000	0.92%	\$ -	
Madison/Canuso	8,170,000	0.54%	4,095,000	0.67%
Mullica West Ltd.			3,105,200	0.51%
Mantec Associates	5,884,000	0.39%	-	
Storage Quest	4,575,000	0.30%	-	
Beazer Homes Corp			-	
Inspira Medical Ctrs.	4,200,000	0.28%	-	
Woodland Four LLC	4,017,600	0.26%	-	
Inspira Medical Center Woodbury, Inc.	3,969,600	0.26%	-	
Mullica Hill Commons, LLC	3,200,000	0.21%	-	
Verizon New Jersey	2,882,389	0.19%		
harrison Devonshire, LLC	2,806,400	0.18%		
Bell Atlantic Property Tax Dept.	-		3,335,530	0.55%
Mullica Hill Self Storage	-		1,640,900	0.27%
Mullica Hill Plaza Associates	-		1,233,400	0.20%
Mullica Associates CVS	-		990,400	0.16%
Group Ten Associates	-		864,000	0.14%
Tunlaw, Inc.	-		827,800	0.14%
Holding Smith, Inc.	-		817,200	0.13%
Farmers National Bank	-		798,000	0.13%
Total	\$ 53,704,989	3.52%	\$ 17,707,430	2.90%

MANTUA TOWNSHIP	2018		2009	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION
Target Corporation	\$ 14,676,900	1.11%	\$ -	
Lowes Home Center, Inc.	14,623,700	1.10%	-	
Home Depot, U.S.A. Inc.	10,197,000	0.77%	6,535,000	0.10%
Kohl's Department Store	9,200,000	0.69%	-	
Route 553 Retail, LLC	6,713,900	0.51%	-	
Timberline Plaza	6,713,000	0.51%	-	
Wilkins Industrial Park	6,646,900	0.50%	-	
Belina Dev & Brooklawn Out Lot LLC	6,260,300	0.47%	-	
Spirit Master Funding			-	
Bristol Development Corp	-		6,259,700	0.09%
Wilkins Industrial Park	-		4,624,800	0.07%
Verizon	-		4,355,210	0.06%
Mantua Partners, NJ	-		4,188,400	0.06%
Frezza LLC	4,922,500	0.37%	3,965,800	0.06%
K-Tron	-		3,327,500	0.05%
Campbell's Auto Express	4,685,700	0.35%	2,432,100	0.04%
Public Storage, Inc.	-		1,826,800	0.03%
Eagles Nest Golf Club LLC	-		1,561,900	0.02%
Total	\$ 84,639,900	6.38%	39,077,210	0.58%

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

HARRISON TOWNSHIP

YEAR ENDED DECEMBER 31	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITH THE FISCAL YEAR		COLLECTIONS IN SUBSEQUENT YEAR
		AMOUNT	PERCENT OF LEVY	
2018	\$9,464,424	9,464,424	100.00%	-
2017	8,655,378	8,655,378	100.00%	-
2016	8,299,314	8,299,314	100.00%	-
2015	8,013,981	8,013,981	100.00%	-
2017	7,626,499	7,626,499	100.00%	-
2013	7,550,040	7,550,040	100.00%	-
2012	7,436,680	7,436,680	100.00%	-
2011	7,407,108	7,407,108	100.00%	-
2010	7,215,213	7,215,213	100.00%	-
2009	6,911,356	6,911,356	100.00%	-

MANTUA TOWNSHIP

YEAR ENDED DECEMBER 31	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITH THE FISCAL YEAR		COLLECTIONS IN SUBSEQUENT YEAR
		AMOUNT	PERCENT OF LEVY	
2018	\$9,056,964	9,056,964	100.00%	-
2017	9,146,803	9,146,803	100.00%	-
2016	8,962,179	8,962,179	100.00%	-
2015	8,563,598	8,563,598	100.00%	-
2017	8,123,728	8,123,728	100.00%	-
2013	7,891,359	7,891,359	100.00%	-
2012	7,852,880	7,852,880	100.00%	-
2011	7,294,392	7,294,392	100.00%	-
2010	7,229,670	7,229,670	100.00%	-
2009	7,125,070	7,125,070	100.00%	-

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES				BOND ANTICIPATION NOTES (BANs)	BUSINESS- TYPE ACTIVITIES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA INCOME
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES	CAPITAL LEASES				
2018	\$ 13,728,000	N/A	N/A	N/A	N/A	13,728,000	N/A	
2017	18,063,000	N/A	N/A	N/A	N/A	18,063,000	N/A	
2016	18,008,000	N/A	N/A	N/A	N/A	18,008,000	N/A	
2015	19,878,000	N/A	N/A	N/A	N/A	19,878,000	N/A	
2017	19,923,000	N/A	N/A	N/A	N/A	19,923,000	N/A	
2013	23,403,000	N/A	N/A	N/A	N/A	23,403,000	N/A	
2012	25,153,000	N/A	N/A	N/A	N/A	25,153,000	4.78%	
2011	27,255,000	N/A	66,649	N/A	N/A	27,321,649	5.32%	
2010	27,537,000	N/A	168,287	N/A	N/A	27,705,287	5.56%	
2009	29,027,000	N/A	385,922	N/A	N/A	29,412,922	6.06%	

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS			
2018	\$13,728,000		13,728,000	N/A	N/A
2017	18,063,000		18,063,000	N/A	N/A
2016	18,008,000		18,008,000	N/A	N/A
2015	19,878,000		19,878,000	N/A	N/A
2017	19,923,000		19,923,000	N/A	N/A
2013	23,403,000		23,403,000	1.75%	N/A
2012	25,153,000		25,153,000	1.90%	2,020
2011	27,255,000		27,255,000	2.06%	2,165
2010	27,537,000		27,537,000	3.34%	2,188
2009	29,027,000		29,027,000	3.52%	2,338

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2018**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	OVERLAPPING DEBT
Harrison			
Debt Repaid With Property Taxes:			
Harrison Township	\$39,473,283	100.000%	\$39,473,283
Gloucester County General Obligation Debt	228,443,500	5.840%	13,341,100
Regional School Debt	13,728,000	48.080%	<u>6,600,422</u>
Total Direct & Overlapping Debt			<u><u>\$59,414,806</u></u>
Mantua			
Debt Repaid With Property Taxes:			
Mantua Township	\$10,299,736	100.000%	\$10,299,736
Gloucester County General Obligation Debt	228,443,500	5.360%	12,244,572
Regional School Debt	13,728,000	51.920%	<u>7,127,578</u>
Total Direct & Overlapping Debt			<u><u>\$29,671,886</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Burlington County Board of Taxation.

Debt outstanding data provided by each governmental unit.

NOTE - Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District.

This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the above Townships. This process recognizes that, when considering the District's ability to issue and repay Long-Term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Debt Limit	\$99,025,865	\$96,681,483	97,340,095	99,735,831	103,083,916	105,222,596	104,451,175	98,907,428	88,869,408	76,708,527
Total Net Debt Applicable to Limit	13,728,000	18,008,000	19,878,000	21,663,000	23,403,000	25,153,000	27,255,000	27,537,000	29,027,000	30,372,000
Legal Debt Margin	\$85,297,865	\$78,673,483	77,462,095	78,072,831	79,680,916	80,069,596	77,196,175	71,370,428	59,842,408	46,336,527
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	13.86%	16.69%	20.42%	21.72%	22.70%	23.90%	26.09%	27.84%	32.66%	39.59%

Legal Debt Margin Calculation for Fiscal Year 2014

	Equalized Valuation Basis		
	Harrison	Mantua	Total
2017	1,498,888,687	1,382,418,950	2,881,307,637
2016	1,459,923,206	1,353,134,094	2,813,057,300
2015	1,417,734,287	1,375,832,077	2,793,566,364
			<u>\$8,487,931,301</u>
Average Equalized Valuation of Taxable Property			<u>\$2,829,310,434</u>
Debt Limit (3.5 % of Average Equalization Value)			<u>\$99,025,865</u>
Net Bonded School Debt			<u>13,728,000</u>
Legal Debt Margin			<u>\$85,297,865</u>

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

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

YEAR	POPULATION (a)	PERSONAL INCOME	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
Harrison				
2018	N/A	N/A	N/A	N/A
2017	12,982	N/A	N/A	3.8%
2016	12,984	N/A	48,799	4.8%
2015	12,892	600,805,876	46,603	5.6%
2014	12,722	573,872,145	45,169	6.4%
2013	12,616	563,362,608	44,868	8.1%
2012	12,549	525,865,284	42,228	7.9%
2011	12,462	513,281,529	41,337	8.1%
2010	12,587	498,331,917	39,591	7.6%
2009	12,415	485,501,440	39,040	5.2%
Mantua				
2018	N/A	N/A	N/A	N/A
2017	15,099	N/A	N/A	4.7%
2016	15,054	N/A	48,799	5.3%
2015	15,076	702,586,828	46,603	6.5%
2014	15,102	681,600,210	45,169	6.8%
2013	15,151	677,910,612	44,868	9.4%
2012	15,210	644,357,052	42,228	9.2%
2011	15,235	629,025,129	41,337	9.4%
2010	15,216	602,416,656	39,591	8.9%
2009	15,187	592,510,080	39,040	6.0%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income

^c Per Capita

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

* 2010 Census

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

EMPLOYER	2018		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Inspira Health	1,825	1	N/A
Kennedy Hospital	1,675	2	N/A
Washington Township School District	1,586	3	N/A
Rowan University	1,483	4	N/A
County of Gloucester	1,368	5	N/A
Missa Bay, LLC	950	6	N/A
Monroe Township School District	814	7	N/A
U.S. Food Services	725	8	N/A
Exxon Mobile Research & Development	540	9	N/A
LaBrea Bakery	525	10	N/A
	11,491		

2009

NOT AVAILABLE

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Instruction:										
Regular	143.5	147.2	147.2	149.8	150.5	150.0	149.6	160.2	155.0	155.0
Special Education	35.0	41.0	41.0	46.8	35.7	37.1	37.9	26.5	36.0	36.0
Other Special Education										
Other Instruction	3.0					3.0	3.0	3.0	3.0	3.0
Adult/Continuing Education Program		0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Support Services:										
Attendance & Social Work	1.6	2.7	2.7	2.7	2.7	2.7	2.7	3.0	3.0	3.0
Health Services	4.3	4.3	4.3	4.3	4.3	4.3	4.4	4.2	4.2	4.2
Related Services		2.0	2.0	2.0	2.0	2.0	1.6	1.6	1.6	1.6
Extraordinary Services										
Guidance Services	14.0	14.2	14.2	14.0	14.8	15.1	14.2	14.0	14.0	14.0
Child Study Team	7.0	6.6	6.6	6.4	6.0	5.4	5.2	6.0	6.0	6.0
Improvement of Instruction	5.0	5.0	5.0	5.0	5.0	4.9	5.0	5.0	5.0	5.0
Media Services	2.6	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Professional Development	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	1.0	1.0
General Administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
School Administration	16.0	16.9	16.9	17.0	15.9	15.5	15.5	15.5	16.0	16.0
Central Services	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Administrative Information Technology	4.5	5.5	5.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5
Plants Operations & Maintenance	22.4	23.0	23.0	22.7	27.1	26.8	26.8	29.0	28.0	28.0
Pupil Transportation	24.5	24.5	24.5	24.5	26.8	26.8	23.9	40.0	37.0	37.0
Other Support Services	4.5	3.0	3.0	3.0	3.0	3.0	3.0	3.5	3.5	3.5
Food Service	3.0	5.0	17.0	20.0	20.0	20.0	20.0	20.0	21.0	22.0
Total	298.4	311.8	323.8	333.7	329.3	332.1	328.3	347.0	349.3	350.3

Source: District Personnel Records

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	MIDDLE SCHOOL		HIGH SCHOOL		AVERAGE DAILY ENROLLMENT (ADA) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
					STAFF	RATIO	STAFF	RATIO				
2018	2,322	\$ 36,899,379	15,891	1.75%	65	12.7	108	13.8	2,236.0	2,121.7	-6.96%	94.89%
2017	2,372	37,044,239	15,617	7.44%	66	12.4	110	14.0	2,336.8	2,224.0	-5.01%	95.16%
2016	2,438	35,429,492	14,535	4.33%	65	12.7	110	14.6	2,403.2	2,299.0	-5.01%	95.16%
2015	2,491	34,704,731	13,932	2.61%	65	12.8	109	15.2	2,320.7	2,320.7	0.86%	95.76%
2017	2,516	34,161,454	13,578	1.54%	66	13.2	110	14.9	2,464.2	2,359.6	-1.00%	95.15%
2013	2,489	33,282,535	13,372	7.06%	65	13.8	110	14.3	2,443.2	2,324.8	-1.05%	95.25%
2012	2,498	31,199,731	12,490	5.64%	65	14.0	110	14.4	2,467.8	2,350.5	2.17%	95.11%
2011	2,501	29,563,169	11,823	-4.20%	65	13.6	110	14.7	2,494.0	2,372.0	2.15%	94.69%
2010	2,441	30,123,448	12,341	4.63%	65	13.6	115	13.5	2,441.0	2,311.3	-0.33%	94.48%
2009	2,454	28,944,398	11,795	-3.27%	69	12.0	119	13.7	2,389.7	2,257.8	0.26%	95.53%

Sources: 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)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Middle School:										
Middle School (1968 & 2003):										
Square Feet	130,715	130,715	130,715	130,715	130,715	130,715	130,715	130,715	130,715	130,715
Capacity (Students)	764	764	764	764	764	764	764	764	764	764
Enrollment	826	822	864	864	865	914	916	888	888	827
High School:										
High School (1960, 1996, 2003):										
Square Feet	250,947	250,947	250,947	250,947	250,947	250,947	250,947	250,947	250,947	250,947
Capacity (Students)	1,462	1,462	1,462	1,462	1,462	1,462	1,462	1,462	1,462	1,462
Enrollment	1,496	1,550	1,627	1,627	1,651	1,575	1,582	1,613	1,613	1,627
Administration Building:										
Square Feet	5,260	5,260	5,260	5,260	5,260	5,260	5,260	5,260	5,260	5,260
Transportation Building:										
Square Feet	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Maintenance Building/Field House:										
Square Feet	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500

Number of Schools at June 30, 2018:
 Middle School = 1
 Senior High School = 1
 Other = 0

Source: District Facilities Office

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
GROSS SQUARE * FOOTAGE										
High School	\$ 382,133	\$ 614,297	\$ 472,364	\$ 423,860	\$ 425,318	\$ 515,605	\$ 270,681	\$ 285,734	\$ 328,912	\$ 284,615
Middle School	238,169	257,774	238,988	96,411	129,812	206,869	134,375	157,258	565,247	122,455
Administration	29,645	16,491	9,028	10,995	30,925	36,850	19,549	17,019	21,486	10,682
Total School Facilities	\$ 649,947	\$ 888,562	\$ 720,380	\$ 531,266	\$ 586,055	\$ 759,324	\$ 424,605	\$ 460,011	\$ 915,645	\$ 417,753

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

Source: District records

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2018**

	COVERAGE	DEDUCTIBLE
School Package Policy - Utica National Insurance Group		
Property - Blanket Building & Contents	\$83,143,963	1,000
Commercial General Liability		
General Aggregate Limit	3,000,000	None
Products Completed Operations, Aggregate Limit	3,000,000	None
Personal & Advertising Injury	1,000,000	None
Fire Damage Limit Any One Fire	1,000,000	None
Medical Expense - any One Person	10,000	None
Commercial Automobile Liability		
Bodily Injury & Property Damage	1,000,000	1,000
Inland Marine		
Business Computers	935,419	250
Head of the Class Uni-Flex	100,000	500
Valuable Papers & Records	100,000	100
Signs	30,000	250
Musical Instruments & Related	500,000	250
Miscellaneous School Equipment	500,000	250
Educators Legal Liability	1,000,000	7,500
Umbrella		
General Liability	10,000,000	10,000
Cybersurance-Privacy and Security Breach Coverage	250,000	5,000
Excess Liability Policy - Fireman's Fund Indemnity Corp.	10,000,000	None
Workmens' Compensation - Educational Risk Insurance Consortium South		
Bodily Injury - By Accident	2,000,000	None
Bodily Injury - By Disease	2,000,000	None
Student Accident - National Union Fire Insurance Co. of Pittsburgh, PA	Various	
Public Employees' Faithful Performance Bonds -		
Selective Insurance Company of America		
Employee Bond - Esther R. Pennell, Business		
Administrator/Board Secretary	265,000	None

Source: District Records.

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SINGLE AUDIT SECTION

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EXHIBIT K-1

**INDEPENDENT AUDITOR’S 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**

Honorable President and Members
of the Board of Education
Clearview Regional High School District
County of Gloucester
Mullica Hill, New Jersey 08062

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clearview Regional High School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Clearview Regional High School District’s basic financial statements, and have issued our report thereon dated February 22, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Clearview 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 the School District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Clearview 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 the Clearview 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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Michael Holt
Certified Public Accountant
Public School Accountant, No. 1148

Medford, New Jersey
February 22, 2019



EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Clearview Regional High School District
County of Gloucester
Mullica Hill, New Jersey 08062

Report on Compliance for Each Major Federal and State Program

We have audited the Clearview Regional High School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2018. The Clearview Regional High School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Clearview 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; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards, the Uniform Guidance and New Jersey OMB's Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

In our opinion, the Clearview 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, 2018.

Report on Internal Control Over Compliance

Management of the Clearview 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 the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB's Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over compliance.

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Michael Holt
Certified Public Accountant
Public School Accountant, No. 1148

Medford, New Jersey
February 22, 2019

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2018

FEDERAL GRANTOR/PASS THROUGH GRANTOR/ PROGRAM TITLE OR CLUSTER	FEDERAL CFDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE June 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	ADJUSTMENTS	BALANCE, JUNE 30, 2018	
											(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR
U.S. DEPARTMENT OF AGRICULTURE												
Passed Through New Jersey Department of Agriculture:												
Child Nutrition Cluster:												
School Breakfast Program	10.553	171N1304N1099	100-010-3350-028	19,025	7/1/16-6/30/17	\$ (1,450)	\$ 1,450	\$ -	\$ -	\$ -	\$ -	\$ -
National School Lunch Program	10.553	181N1304N1099	100-010-3350-028	19,378	7/1/17-6/30/18	-	17,926	(19,378)	-	-	(1,452)	-
National School Lunch Program	10.555	181N1304N1099	100-010-3350-026	121,222	7/1/17-6/30/18	-	112,037	(121,222)	-	-	(9,185)	-
National School Lunch Program	10.555	171N1304N1099	100-010-3350-026	131,199	7/1/16-6/30/17	(7,095)	7,095	-	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	181N1304N1099	100-010-3350-026	6,335	7/1/17-6/30/18	-	5,866	(6,335)	-	-	(469)	-
Healthy Hunger-Free Kids Act	10.555	171N1304N1099	100-010-3350-026	7,068	7/1/16-6/30/17	(366)	366	-	-	-	-	-
Food Distribution Program (Noncash Assistance)	10.555	171N1304N1099	Unavailable	45,863	7/1/17-6/30/18	-	45,863	(45,863)	-	-	-	-
Total Child Nutrition Cluster				(8,911)		190,603	(192,798)	-	-	-	(11,106)	-
Total Enterprise Fund				(8,911)		190,603	(192,798)	-	-	-	(11,106)	-
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
General Fund:												
Medical Assistance Program	93.778	1705N15MAP	100-054-7540-211	20,549	7/1/17-6/30/18	-	20,549	(20,549)	-	-	-	-
Total General Fund				-		-	20,549	(20,549)	-	-	-	-
Special Revenue Fund:												
Title I - Part A	84.010	S010A150030	100-034-5064-194	136,683	7/1/15-6/30/16	(1,997)	-	-	-	-	(1,997)	-
Title I - Part A	84.010	S010A160030	100-034-5064-194	131,990	7/1/16-6/30/17	(28,676)	34,895	(6,620)	-	-	(401)	-
Title I - Part A	84.010	S010A170030	100-034-5064-194	131,920	7/1/17-6/30/18	-	105,328	(130,746)	-	-	(25,418)	-
Subtotal				-		(30,673)	140,223	(137,366)	-	-	(27,816)	-
Title II - Part A	84.367	S367A170029	100-034-5063-290	25,084	7/1/17-6/30/18	-	33,113	(30,614)	-	-	-	2,499
Title II - Part A	84.367	S367A160029	100-034-5063-290	21,988	7/1/16-6/30/17	(3,081)	3,081	-	-	-	-	-
Subtotal				-		(3,081)	36,194	(30,614)	-	-	-	2,499
Title III	84.365A	S365A170030	Unavailable	871	7/1/17-6/30/18	-	871	(871)	-	-	-	-
Title III	84.365A	S365A160030	Unavailable	1,693	7/1/16-6/30/17	(1,693)	1,693	-	-	-	-	-
Subtotal				-		(1,693)	2,564	(871)	-	-	-	-
Special Education Cluster:												
L.D.E.A. Part B, Basic Regular	84.027	H027A170100	100-034-5065-016	521,141	7/1/17-6/30/18	-	391,717	(420,406)	-	-	(28,689)	-
L.D.E.A. Part B, Basic Regular	84.027	H027A160100	100-034-5065-016	558,346	7/1/16-6/30/17	(13,254)	43,656	(36,515)	-	-	(6,113)	-
L.D.E.A. Part B, Basic Regular	84.027	H027A150100	100-034-5065-016	8,121	7/1/15-6/30/16	(8,121)	-	-	-	(8,121)	-	-
Subtotal				-		(5,133)	435,373	(456,921)	-	-	(34,802)	-
Total Special Education Cluster				(5,133)		435,373	(456,921)	-	-	-	(34,802)	-
Total Special Revenue Fund				(40,580)		614,354	(625,772)	-	-	-	(62,618)	2,499
Total Federal Financial Assistance				\$ (49,491)		\$ 825,506	\$ (839,119)	\$ -	\$ -	\$ (8,121)	\$ (73,724)	\$ 2,499

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2018

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE, JUNE 30, 2018 ACCOUNTS RECEIVABLE	DUE TO GRANTOR	MEMO	
											BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:												
General Fund:												
Equalization Aid	495-034-5120-078	\$12,745,719	7/1/17-6/30/18	-	\$ 12,745,719	\$ (12,745,719)	\$ -	\$ -	\$ -	\$ -	\$ 1,193,593	\$ 12,745,719
Special Education Categorical Aid	495-034-5120-089	1,418,100	7/1/17-6/30/18	-	1,418,100	(1,418,100)	-	-	-	-	132,800	1,418,100
Security Aid	495-034-5120-084	196,159	7/1/17-6/30/18	-	196,159	(196,159)	-	-	-	-	18,370	196,159
Under Adequacy Aid	495-034-5120-096	124,697	7/1/17-6/30/18	-	124,697	(124,697)	-	-	-	-	11,678	124,697
Per Pupil Growth Aid	495-034-5120-097	25,200	7/1/17-6/30/18	-	25,200	(25,200)	-	-	-	-	2,360	25,200
PARCC Readiness Aid	495-034-5120-098	25,200	7/1/17-6/30/18	-	25,200	(25,200)	-	-	-	-	2,360	25,200
Professional Learning Community Aid	495-034-5120-101	24,230	7/1/17-6/30/18	-	24,230	(24,230)	-	-	-	-	2,269	24,230
Total State Aid Public												
Transportation Aid	495-034-5120-014	440,789	7/1/17-6/30/18	-	440,789	(440,789)	-	-	-	-	41,278	440,789
Additional Nonpublic Transportation Aid	495-034-5120-014	38,248	7/1/16-6/30/17	(38,248)	38,248	-	-	-	-	-	-	-
Additional Nonpublic Transportation Aid	495-034-5120-014	53,360	7/1/17-6/30/18	-	-	(53,360)	-	-	(53,360)	-	-	53,360
Extraordinary Aid	495-034-5120-044	296,518	7/1/16-6/30/17	(296,518)	296,518	-	-	-	-	-	-	-
Extraordinary Aid	495-034-5120-044	297,368	7/1/17-6/30/18	-	-	(297,368)	-	-	(297,368)	-	-	297,368
Reimbursed TPAF Social Security	100-034-5094-003	1,026,644	7/1/16-6/30/17	(51,237)	51,237	-	-	-	-	-	(52,105)	-
Reimbursed TPAF Social Security	100-034-5094-003	1,026,644	7/1/17-6/30/18	-	974,539	(1,026,644)	-	-	-	-	-	1,026,644
Noncash Assistance:												
TPAF - Post Retirement Medical	495-034-5094-001	1,353,760	7/1/17-6/30/18	-	1,353,760	(1,353,760)	-	-	-	-	-	1,353,760
TPAF - Pension Contributions	495-034-5094-002	2,095,999	7/1/17-6/30/18	-	2,095,999	(2,095,999)	-	-	-	-	-	2,095,999
TPAF - Long-Term Disability Insurance	495-034-5094-004	2,700	7/1/17-6/30/18	-	2,700	(2,700)	-	-	-	-	-	2,700
Total General Fund Assistance												
Special Revenue Fund:												
Passed-State Department of Education:												
N.J. Nonpublic Aid:												
Textbook Aid	100-034-5120-067	12,508	7/1/16-6/30/17	7,009	-	-	(7,009)	-	-	-	-	-
Textbook Aid	100-034-5120-067	9,477	7/1/17-6/30/18	-	9,477	(8,795)	-	-	-	682	-	8,795
Nursing Services	100-034-5120-070	16,781	7/1/16-6/30/17	-	16,781	(16,781)	-	-	-	-	-	16,781
Technology	100-034-5120-373	5,642	7/1/16-6/30/17	405	-	-	(405)	-	-	-	-	-
Technology	100-034-5120-373	6,401	7/1/17-6/30/18	-	6,401	(6,316)	-	-	-	85	-	6,316
Auxiliary Services (Ch. 192):												
Compensatory Education	100-034-5120-067	17,020	7/1/16-6/30/17	8,420	-	-	(8,420)	-	-	-	-	-
Compensatory Education	100-034-5120-067	14,173	7/1/17-6/30/18	-	14,173	(10,364)	-	-	-	3,809	-	10,364
Transportation	100-034-5120-068	2,063	7/1/16-6/30/17	469	-	-	(469)	-	-	-	-	-
Transportation	100-034-5120-068	1,761	7/1/17-6/30/18	-	1,761	(1,374)	-	-	-	387	-	1,374
Handicapped Services (Ch. 193):												
Corrective Speech	100-034-5120-066	2,385	7/1/16-6/30/17	706	-	-	(706)	-	-	-	-	-
Corrective Speech	100-034-5120-066	2,232	7/1/17-6/30/18	-	2,232	(2,143)	-	-	-	89	-	2,143
Examination & Classification	100-034-5120-066	9,371	7/1/16-6/30/17	1,981	-	-	(1,981)	-	-	-	-	-
Examination & Classification	100-034-5120-066	15,106	7/1/17-6/30/18	-	15,106	(15,106)	-	-	-	-	-	15,106
Supplementary Instruction	100-034-5120-066	6,278	7/1/16-6/30/17	236	-	-	(236)	-	-	-	-	-
Supplementary Instruction	100-034-5120-066	6,344	7/1/17-6/30/18	-	6,344	(4,282)	-	-	-	2,062	-	4,282
Subtotal State Financial Assistance												
				19,226	72,275	(65,161)	(19,226)	-	-	7,114	-	65,161
State Department of Education:												
Debt Service Fund:												
Debt Service Aid Type II	495-034-5120-075	120,804	7/1/17-6/30/18	-	120,804	(120,804)	-	-	-	-	-	120,804
Total General Fund Assistance												
				-	120,804	(120,804)	-	-	-	-	-	120,804
State Department of Agriculture:												
Enterprise Fund:												
National School Lunch Program	100-010-3360-067	5,434	7/1/17-6/30/18	-	5,031	(5,434)	-	-	(403)	-	-	5,434
National School Lunch Program	100-010-3360-067	5,229	7/1/16-6/30/17	(272)	272	-	-	-	-	-	-	-
Total Enterprise Fund Assistance												
				(272)	5,303	(5,434)	-	-	(403)	-	-	5,434
Grand Total State Financial Assistance												
				\$ (367,049)	\$ 20,011,477	\$ (20,021,324)	\$ (19,226)	\$ -	\$ (403,236)	\$ 7,114	\$ 1,404,708	\$ 20,021,324
State Financial Assistance Programs Not Subject to Calculation for Major Program Determination:												
TPAF - Post Retirement Medical (Noncash Assistance)		1,353,760	7/1/17-6/30/18	-	-	-	-	-	-	-	-	1,353,760
TPAF - Pension Contributions (Noncash Assistance)		2,095,999	7/1/17-6/30/18	-	-	-	-	-	-	-	-	2,095,999
TPAF - Long-Term Disability Insurance (Noncash Assistance)		2,700	7/1/17-6/30/18	-	-	-	-	-	-	-	-	2,700
Total State Financial Assistance subject to Major Program Determination												
				-	-	-	-	-	-	-	-	(16,568,865)

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Clearview Regional High School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

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 School District for the year ended June 30, 2018. 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, 2018.

Note 3. Relationship to Basic Financial Statements

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Note 3. Relationship to Basic Financial Statements (continued)

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$29,535) for the general fund and (\$6,050) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 20,549	\$ 19,833,867	\$ 19,854,416
Special Revenue Fund	625,772	65,161	690,933
Debt Service Fund	-	120,804	120,804
Food Service Fund	192,798	5,434	198,232
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 839,119</u>	<u>\$ 20,025,266</u>	<u>\$ 20,864,385</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Clearview Regional High School District had no loan balances outstanding at June 30, 2018.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? yes X no

2) Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiency(ies) identified? yes X none reported

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

Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? yes X no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>H027A170100</u>	<u>Special Education Cluster:</u> <u>I.D.E.A. Part B, Regular</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

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

Auditee qualified as low-risk auditee? X yes no

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Section I - Summary of Auditor's Results (continued)

State Financial Assistance

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

Auditee qualified as low-risk auditee? yes no

Internal control over major programs:

 1) Material weakness(es) identified? yes no

 2) Significant deficiency(ies) identified? yes no

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

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

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5120-078	State Aid - Public: Equalization Aid
495-034-5120-084	Categorical Security Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-096	Under Adequacy Aid
495-034-5120-097	Per Pupil Growth Aid
495-034-5120-098	PARCC Readiness Aid
495-034-5120-101	Professional Learning Community Aid

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Section II – Financial Statement Findings

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

None.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.