

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

Lakewood, New Jersey  
County of Ocean

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



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

**LAKESWOOD TOWNSHIP SCHOOL DISTRICT**

**LAKESWOOD, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Prepared by**

**Lakewood Township School District  
Finance Department**

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**OUTLINE OF CAFR**

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**INTRODUCTORY SECTION**

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# Lakewood Board of Education

200 Ramsey Avenue, Lakewood, NJ 08701

Main Office: (732) 364-2400 Fax: (732) 905-3687

Laura A. Winters, Superintendent of Schools

Robert S. Finger, Interim Business Administrator

February 21, 2019

Honorable President and Members of the Board of Education  
Lakewood Township Public Schools  
200 Ramsey Ave.  
Lakewood, New Jersey 08701

Dear Members of the Board of Education:

The Comprehensive Annual Financial Report (CAFR) of the Lakewood Township School District ("District") for the fiscal year ending 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 Lakewood Township Board of Education ("Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operation of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The CAFR is presented in four sections: Introductory, Financial, Statistical and Single Audit. The introductory section includes this transmittal letter, the District's organizational chart, a roster of principal officials and a list of consultants and advisors, The financial section includes the basic financial statements, required supplementary information, and other supplementary information, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State Treasury OMB Circular Letter I 5-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws, regulations, and findings and recommendations, is included in the single audit section of this report.

## 1. REPORTING ENTITY AND ITS SERVICES

The District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by the National Council on Governmental Accounting (NCGA) Statement 3. All funds of the District are included in this report. The District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to general, vocational, as well as special education for handicapped adolescents in Pre-school through Grade 12.

The following details the changes in the student enrollment of the District over the last several years:

Fiscal Year	Student Enrollment	% Change
2017-18	5,819.0	-0.02%
2016-17	5,919.5	-2.96%
2015-16	6,100.0	1.33%
2014-15	6,020.0	4.40%
2013-14	5,766.5	5.29%
2012-13	5,477.0	3.00%
2011-12	5,317.5	0.79%
2010-11	5,276.0	0.07%
2009-10	5,272.5	

## 2. ECONOMIC CONDITION AND OUTLOOK

Lakewood Township is located about 60 miles from New York and Philadelphia, and only 10 miles from the Jersey Shore. As of July 1, 2016, the Township had a population of approximately 100,758 residents according to the United States Census Bureau and represents individuals of all ethnic and national origins and socio-economic levels. Industrial development in the Township is centered by two large industrial parks. One is located around a municipality-owned airport in the southeast section of the Township, and the second has the advantage of railroad access in the southwest portion of the Township. Lakewood, among the area communities, is the only one with an Urban Enterprise Zone.

Lakewood is also home to Monmouth Medical Center Southern Campus, an accredited acute care hospital which is part of the Saint Barnabas Health Care System; Georgian Court University, accredited by The Middle States Commission on Higher Education and licensed by the New Jersey Commission on Higher Education; Beth Medrash Govoha, licensed by the New Jersey Commission on Higher Education and accredited by the Association of Advanced Rabbinical and Talmudic Schools; The Strand Theater, designed by world-renowned theater architect Thomas Lamb which opened in 1922; and The Lakewood Blue Claws, a South Atlantic League affiliate of the Philadelphia Phillies.

The Township of Lakewood provides a variety of municipal services including excellent recreation facilities through a system of township-owned parks and playgrounds, as well as, a branch of the Ocean County Library and Ocean County Parle Development and expansion show no signs of stopping which suggests the Township of Lakewood will continue to grow.

The Lakewood Township School District has a Superintendent of Schools who is the Chief Administrative Officer. The Business Administrator oversees the Board's business functions and reports through the Superintendent to the Board.

The Lakewood School District includes five elementary buildings, two comprising Pre-school through Grade 1 and three comprising Grade 2 through Grade 5, a Middle School comprising Grade 6 through Grade 8, a High School comprising Grade 9 through Grade 12, and a large Pre-school campus.

Lakewood High School is known for the harmonious way the various segments of its population work together, as well as its fine academic programs. High School students may elect to participate in Career Academies with over twelve different pathways, Vocational, or Tech Prep Education programs, JROTC, or attend the Achievement Academy. Beginning with the 2018-19 school year, a partnership program with Ocean County College will allow high school juniors and seniors to participate in a dual enrollment program and earn up to 32 college credits at no cost to the student or the school district.

#### Academic Programs

A broad range of academic programs from Advance Placement and Honors to basic skills are designed to meet the diverse needs of students in the Lakewood schools. Basic skills in reading, writing, and mathematics are stressed at the elementary level, with continuing emphasis throughout all grades. Art and music classes, physical education, computer, and library skills are part of every student's schedule at the elementary level. Chorus, band, and orchestra (including free lessons) are offered to start at Grade 4 as part of the curriculum.

To provide students with assistance and opportunities for success, the Lakewood School District has many services, such as district-wide guidance and career services, bilingual/ESL education, a special education program and a sports program.

#### Academically Gifted Program

The Academically Gifted Program consists of two self-contained classes housed at Clifton Avenue Grade School. One class combines third and fourth-grade students, and the other combines students in grades four and five. Criteria for selection include achievement tests and teacher recommendation. Students in Kindergarten through Grade 2 who are identified as academically-gifted receive enrichment from their classroom teacher.

#### Honors Courses

Advanced Placement and Honors-level courses are available at the High School in English, Social Studies, Science, Math, World Language, and the like.

### Sports Program

Students in Middle School and High School have an opportunity to participate in sports. This year, 21 teams will represent Lakewood High School in varsity sports competitions, and 8 teams will compete at the Middle School level.

### Preschool Program

Research has shown that it is important to focus on the education of our children as early as possible. As a result, the Lakewood School District has instituted a Full-day Lakewood Pre-School Program for three and four-year-old students, who are randomly selected. The district added 9 preschool general education classrooms in the 2015-16 school year and another 3 in the 2016-17 school year. Children must be three years old by December 31" to enroll in the Program. A teacher and aide are assigned to every fifteen children for instruction each day. Students learn various skills, like understanding a calendar and paying attention to details. They also are prepared for the language, reading and math lessons they will have in future grades. Bus transportation is provided for all students.

### All-Day Kindergarten

As of July 2001, the District offered all-day Kindergarten classes in every school.

### Family Life Education

Parents may have their child(ren) excused from any part of instruction in Family Life Education which is in conflict with his or her conscience or sincerely-held moral or religious beliefs.

### Guidance Services

Guidance services are available to students at all levels. Periodically, guidance counselors meet with students to offer social, emotional and academic support.

At the Elementary level, counselors organize group discussions on common problems, such as making friends and dealing with emotions. Counselors also serve to strengthen communications between parents and teachers and are always available to discuss problems students may be having at home. Counselors are able to direct students and parents to readily-available support services in the community.

At the Middle and High Schools, counselors work closely with parents and students to plan course selections which would best meet their academic and career goals.

Extensive help is available through the High School Guidance Office for colleges and/or vocational planning. The LHS Career Center contains a wealth of information about jobs and careers both in written form and on computer databases. Special evening workshops are held to inform parents and students about college preparation and procedures for obtaining financial aid.

When appropriate, counselors can arrange for individual tutoring services or home tutoring in cases of extended illness. Students and parents are encouraged to contact their guidance counselors at any time.

### Vocational Education

The Ocean County Vocational-Technical School System offers programs that are designed to prepare students for entrance into a career field upon graduation. High School students who wish to choose a vocational career path may sign up in the LHS Career Center.

### Career Services

In accordance with the New Jersey School-to-Career Initiative, the Lakewood School District offers a comprehensive career development program in addition to school and work-based learning services. Students in Grades 9-12 develop individual portfolios of work, education, and career-related experiences to guide them in selecting the career and post-secondary education that best suits their interests and abilities.

### Testing and Assessment

In 1875, the State constitution guaranteed that students in New Jersey would receive an education in free public schools. Since that time, much of education law has centered on providing that education for all students and paying for it. Content standards in many disciplines were recently designed to determine what students throughout New Jersey should know and be able to do as part of that education.

Administrators and teachers in the Lakewood School District have been changing and modifying curricula to incorporate Student Learning Standards across the curricula. The seven academic areas are the Visual and Performing Arts, Comprehensive Health and Physical Education, Language Arts Literacy, Mathematics, Science, Social Studies and World Languages.

In addition, there are five standards that are associated with career education and apply to all areas of instruction: 1) All students will develop career-planning workplace readiness skills; 2) All students will use technology information, and other tools; 3) All students will use critical-thinking, decision making, and problem-solving skills; 4) All students will demonstrate self-management skills; 5) All students will apply safety principles.

### Basic Skills

Students in grades K-2 who need assistance achieving proficiency in English Language Arts receive assistance through a data-driven Response-to-Intervention program.

### Bilingual/ESL Program

The Bilingual Education Act ensures that students with Limited English Proficiency ("LEP") are provided with instructions which will allow them to continue to develop academic skills while acquiring English language skills.

An English Language Proficiency Test is administered to students before entering the program to determine whether they need the Bilingual/ESL Program.

The Bilingual Program in the Lakewood School District is a full-time program of instruction in all subjects (which a student is required to receive) given in the native language of the student and/or in English. All students in the Bilingual Program also receive daily English as a Second Language ("ESL") instruction in order to develop and improve their communication skills, such as aural comprehension, speaking, reading, and writing skills in English. Students leave the Bilingual Program based on English Language Proficiency Test results, standardized test results in English, reading and teachers' recommendations.

### Special Services Department

The Department of Special Services provides specialized programs for handicapped and non-handicapped students. Occupational therapy, physical therapy, speech therapy and nursing services are furnished to students, as appropriate. In addition, an outstanding adaptive physical education program is available for students with identified needs. Social Service intervention is provided for non-handicapped students.

Special education programs follow a New Jersey State Department of Education Three Year Plan of service and are guided by State and Federal code. All professionals serving handicapped students are appropriately certified by the State of New Jersey. Annually, the New Jersey State Department of Education provides a program review of Special Education services, certifying appropriate compliance while approving programs that have been introduced.

### Special Education Services

The Lakewood School District employs medical specialists, psychologists, teaming consultants and social workers as Child Study Team members. Thus, a full continuum of services along with innovative programs and techniques are provided, allowing for each student to participate in the least restrictive environment to the maximum extent possible.

Direct classroom service is provided by teachers of the handicapped, adaptive physical education instructors, occupational therapists, speech therapists and physical therapists. Many students receiving special education assistance remain in the classroom and are provided with supplemental aids and services. Handicapped students who have remained within the standard educational program have demonstrated extensive educational improvement.

Many programs have been developed for students experiencing significant educational handicaps.



Programs that serve the significantly educationally-handicapped alleviate the need for out-of-district placement locations, which require extensive travel time.

### Health Services

Students in the Lakewood Public Schools are served by school physicians and full-time, fully-certified school nurses. The School Nurse is a member of the professional staff who carries out health services in accordance with the regulations of the State of New Jersey and the Board of Education. The School Nurse provides health screenings, monitors immunization requirements and completes health records.

### Preschool Program Enrollment

The Lakewood School District provides preschool programming for handicapped students between the ages of 3 and 5 who are identified as having handicaps in one or more of the following areas: motor, communication-language, cognitive, physical, social-emotional and medical. Evaluation to determine eligibility for the program may begin 90 days prior to the child's third birthday. Child Study Team assessment and recommendation are required for enrollment. An Individual Education Plan ("IEP") outlining services to be provided based on the child's individual needs is written for each child entering the preschool program.

### Home Instruction

When a pupil is unable to attend school for an extended time, as documented by the attending physician or Child Study Team, he/she may receive Home Instruction.

### Senior Citizen Volunteer Program

Since 1991, many senior citizens have been faithfully reporting to the public schools to assist teachers and work with children, either individually or in small groups, from Kindergarten through 5th Grade, including Special Education and the Library/Media Center. Senior Citizen Volunteers, under the direction of a classroom teacher, may focus on readiness skills, reading, mathematics, writing or a host of other educational needs that children have.

### Grants Management

Competitive and non-competitive grants are funds that are awarded for specific educational purposes. Grant money, which can come from the Federal government, the State of New Jersey, or even private foundations, provide the funds for programs, equipment, training or services that benefit our children and teachers without adding additional costs to the school budget.

Even though applying for grants takes hours and hours of work filling out detailed application forms, creating a working budget and justifying needs, the Lakewood administration and staff aggressively sought and received more than one million dollars for such competitive grants as Even Start Family Literacy Program; Family and Childhood Early Education Services and School-to-Careers Opportunities Initiatives.

The Lakewood School District is committed to seeking additional funding, but grants alone are not sufficient to give our children the education they need. Helping our children become successful, productive citizens takes a strong commitment from everyone in our community.

### School-Based Program

Lakewood Middle and High School students, ages 13-19, including their families, graduates and those who have dropped out of school, can take advantage of the School Based Youth Services Program. The School-Based Program, a collaboration among Preferred Children's Services, the Lakewood School District, and the New Jersey Department of Human Services, was implemented in 1988 to provide "one-stop shopping" for students and their families in the areas of counseling, health, recreation, and employment.

Students who are referred by community agencies, family members and self, or Lakewood School administrators and faculty, receive such services as individual, parent-child, family and group therapy; monitoring of high risk students; home visits; pregnancy testing options and family planning counseling; self-esteem workshops; life skills; peer pressure management; overnight camping and job/college readiness, etc.

### 3. MAJOR EDUCATIONAL INITIATIVES

Our staff is aggressively working to help students raise their scores on standardized tests. The Library at the High School is open three (3) days a week until 5:00 p.m. for student use. Students are also receiving extra help through remedial instruction. At the Middle School, a Homework Club is being held three (3) days per week staffed by different area teachers to assist students in the various disciplines.

Since the summer of 2009, a Bridge Program was instituted at the Middle School to assist eighth graders in their transition to High School. A Summer Scholars Program was operated at the High School funded in part with federal and state grants.

### 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 are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance 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 the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

A detailed Manual of Standard Operating Procedures and Internal Controls was developed during the 2008-09 school year and updated as needed during the 2009-2010 and 2010-2011, and 2014-2015, 2015-2016 and 2017-18 school years in accordance with the requirements of the School Accountability 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. 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.

The 2017-2018 budget was prepared, utilizing the Budget Projection capabilities of the district's accounting system (Systems 3000). Use of this system reduced the amount of time needed by administrators to prepare their budget and enabled the business office to efficiently review budget submissions and make changes in accordance with district priorities and goals.

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 in the subsequent school year are reported as reservations of fund balance at June 30, 2018.

## 6. ACCOUNTING SYSTEM AND REPORTS

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

## 7. CASH MANAGEMENT

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

## 8. RISK MANAGEMENT

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

## 9. MAJOR FINANCIAL INITIATIVES AND ACCOMPLISHMENTS

The district passed a thirty-four million dollar bond referendum in 2014-2015 to upgrade the school facilities and prior lease purchase defeasance. The upgrades included roofing and heating ventilation air conditioning systems throughout the district. All projects were substantially completed during the 2017-18 school year. The newer and more efficient technology installed is anticipated to lower energy costs in the future. A significant reduction in the annual repair and maintenance costs are also expected due to the enhancements.

## 10. OTHER INFORMATION

Independent Audit - New Jersey State statutes require an annual audit by independent certified public accountants. The accounting firm of Holman, Frenia & Allison, PC 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 the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-0MB, *Single Audit Policy for Requirements 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 are 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 Lakewood Township Board of Education for their unwavering support in providing fiscal accountability to the citizens and taxpayers of the District and to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient, effective and dedicated services of our financial and business office staff.

Respectfully,

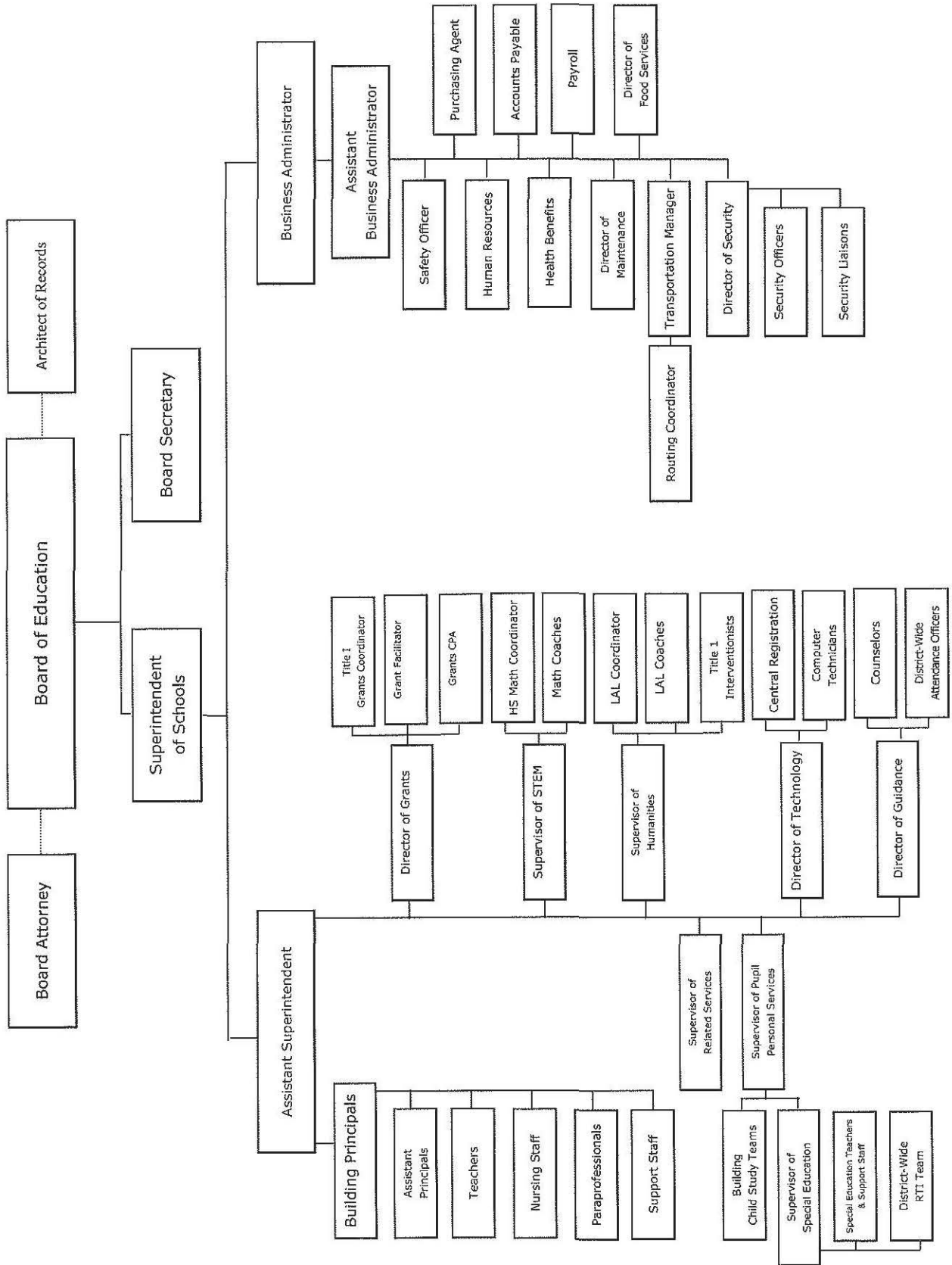
*Laura A. Winters*

Laura A. Winters  
Superintendent of Schools

*Robert S. Finger*

Robert S. Finger  
Interim Business Administrator/Board Secretary

# Lakewood Board of Education Organizational Chart



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**LAKESWOOD TOWNSHIP SCHOOL DISTRICT**

**LAKESWOOD, New Jersey**

**June 30, 2018**

Members of the Board of Education

Term Expires

Moshe Bender, President	2018
Thea Jackson-Byers, Vice President	2020
Ada Gonzalez	2020
Chanina Nakdimen	2018
Moshe Newhouse	2019
Heriberto Rodriguez	2018
Moshe Tendler	2018
Bentzion Treisser	2020
Isaac Zlatkin	2019

Other Officials

Laura A. Winters, Superintendent of Schools  
Kevin Campbell, Interim Business Administrator/Board Secretary  
Robert S. Finger, Interim Assistant Business Administrator/Assistant Board Secretary  
David Shafter, State Monitor  
Timothy Adams, Director of Facilities  
James Trischitta, Director of Information Technology  
Michael I. Inzelbuch, Board Attorney

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**LAKESWOOD TOWNSHIP SCHOOL DISTRICT**

**LAKESWOOD, New Jersey**

**June 30, 2018**

**CONSULTANTS AND ADVISORS**

**AUDITOR**

Holman Frenia Allison, P.C.  
680 Hooper Avenue  
Toms River, NJ 08753

**ATTORNEY**

Michael I. Inzelbuch  
1340 West County Line Road  
Lakewood, NJ 08701

**OFFICIAL DEPOSITORY**

Lakeland Bank  
166 Changebridge Road  
Montville, NJ 07045

**ARCHITECT**

E I Associates  
8 Ridgedale Avenue  
Cedar Knolls, NJ 07927

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**FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Lakewood Township School District  
County of Ocean  
Lakewood, New Jersey

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Lakewood Township School District, County of Ocean, 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 Lakewood Township School District, County of Ocean, 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.'s 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 Lakewood Township 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 relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 21, 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

Toms River, New Jersey  
February 21, 2019

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**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2018**  
**(Unaudited)**

As management of the Lakewood Township 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, and Debt Service Fund. Business-type activities reflect the Food Service 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*.

*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.

**LAKEWOOD TOWNSHIP 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)**

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 one type of proprietary fund – the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the government-wide financial statements, only in more detail.

The School District's one enterprise fund (Food Service Fund) is 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.

**LAKESWOOD TOWNSHIP 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	\$ 24,236,299	\$ 19,031,424	\$ 5,204,875	27.3%
Capital Assets, Net	46,864,109	47,674,290	(810,181)	-1.7%
Total Assets	<u>71,100,408</u>	<u>66,705,714</u>	4,394,694	6.6%
Deferred Outflow of Resources	<u>10,350,882</u>	9,109,599	1,241,283	13.6%
Current and other Liabilities	36,812,220	28,990,120	7,822,100	27.0%
Noncurrent Liabilities	83,379,789	78,592,384	4,787,405	6.1%
Total Liabilities	<u>120,192,009</u>	<u>107,582,504</u>	12,609,505	11.7%
Deferred Inflow of Resources	<u>5,056,425</u>	425,347	4,631,078	1088.8%
Net Position:				
Net Investment in Capital Assets	11,239,468	12,305,391	(1,065,923)	-8.7%
Restricted	137,178	1	137,177	13717700%
Unrestricted (Deficit)	(55,173,790)	(44,497,930)	(10,675,860)	24.0%
Total Net Position	<u>\$ (43,797,144)</u>	<u>\$ (32,192,538)</u>	<u>\$ (11,604,606)</u>	36.0%

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>
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ 469,306	\$ 376,242	\$ 93,064	24.7%
Operating Grants & Contributions	93,498,596	100,165,487	(6,666,891)	-6.7%
General Revenues:				
Property Taxes	98,574,272	95,374,297	3,199,975	3.4%
Federal & State Aid Not Restricted	39,066,868	18,449,737	20,617,131	111.7%
Other General Revenues	4,874,218	1,448,041	3,426,177	236.6%
Total Revenues	<u>236,483,260</u>	<u>215,813,804</u>	<u>20,669,456</u>	9.6%

**LAKEWOOD TOWNSHIP 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 (continued)**

**Table 2**  
**Summary of Changes in Net Position (continued)**

<b>Function/Program Expenditures:</b>				
Regular Instruction	115,580,685	107,696,262	7,884,423	7.3%
Student & Instruction Related Services	73,286,062	53,439,607	19,846,455	37.1%
General Administrative	4,273,892	3,261,815	1,012,077	31.0%
School Administrative Services	2,749,144	6,057,411	(3,308,267)	-54.6%
Central Services	2,775,682	2,970,516	(194,834)	-6.6%
Plant Operations & Maintenance	7,116,470	9,560,255	(2,443,785)	-25.6%
Pupil Transportation	30,003,240	29,373,313	629,927	2.1%
Transfer to Charter Schools	2,118,057	-	2,118,057	100.0%
Interest & Other Charges	911,533	1,152,780	(241,247)	-20.9%
Unallocated Depreciation	3,878,166	862,105	3,016,061	349.8%
Food Service	5,394,935	5,193,423	201,512	3.9%
Total Expenditures	248,087,866	219,567,487	28,520,379	13.0%
Change In Net Position	(11,604,606)	(3,753,683)	(7,850,923)	209.2%
Net Position - Beginning	(32,192,538)	(28,438,855)	(3,753,683)	13.2%
Net Position - Ending	\$ (43,797,144)	\$ (32,192,538)	\$ (11,604,606)	36.0%

**Governmental Activities**

During the fiscal year 2018, the net position of governmental activities decreased by \$11,488,414 or (26.07)%. The primary reason for the decrease was the recording of an additional state aid advance loan of \$8,522,678 in the current fiscal year.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$(46,986,616), with an unrestricted deficit balance of \$(57,339,083). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two 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:

**LAKESWOOD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2018**  
**(Unaudited) (Continued)**

**Governmental Activities (continued)**

**Table 3**  
**GASB 68 Effect on Unrestricted Net Position**

Unrestricted Net Position (With GASB 68)	\$ (57,339,083)
Add back: PERS Pension Liability	23,720,323
Less: Deferred Outflows related to pensions	(10,350,882)
Add back: Deferred Inflows related to pensions	5,056,425
Unrestricted Net Position (Without GASB 68)	\$ (38,913,217)

**Business-type Activities**

During the fiscal year 2018, the net position of business-type activities decreased by \$116,192 or (3.51)%.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$3,189,472.

**General Fund Budgeting Highlights**

Final budgeted revenues were \$146,392,665, which was an increase of \$2,937,549 compared to the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$409,483.

Final budgeted appropriations were \$147,243,459, which was an increase of \$3,788,343 from the original budget. The increase is primarily due to the increase in estimated revenues and 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 \$1,804,693.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$(2,139,722) at June 30, 2017, an increase of \$1,363,382 from the prior year.

**Governmental Funds**

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$(13,162,262), a decrease of \$860,652 from the prior year.

*General fund* - During the current fiscal year, the fund balance of the School District's general fund increased by \$198,506 or 1.95% to \$(10,113,835) at June 30, 2018, compared to a decrease of \$(32,239) in fund balance in the prior fiscal year.

**LAKESWOOD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2018**  
**(Unaudited) (Continued)**

**Governmental Funds (continued)**

*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 \$1,066,816 or (89.17)% to \$129,519 at June 30, 2018, compared to a decrease of \$8,977,423 in fund balance in the prior fiscal year .

*Debt service fund* - During the current fiscal year, the fund balance of the School District's debt service fund increased by \$7,658 or 7658% to \$7,659 at June 30, 2018, compared to no change in fund balance in the prior fiscal year.

**Proprietary Funds**

*Food service fund* - During the current fiscal year, the net position of the School District's food service fund decreased by \$116,192 or (3.51)% to \$3,189,472 at June 30, 2018, compared to an increase of \$228,986 in net position in the prior fiscal year.

**Capital Assets**

The School District's capital assets for its governmental and business-type activities as of June 30, 2017, totaled \$49,098,900 (net of accumulated depreciation). Capital assets includes land, land improvements, buildings and improvements and equipment. The school districts "Net Investment in Capital Assets" component of net position represents capital assets, net of accumulated depreciation less any outstanding debt associated with the capital assets. There was a net increase in the School District's investment in capital assets for the current fiscal year in the amount of \$1,298,387. This increase is primarily due to the current year depreciation of capital assets exceed the pay down of debt or current year construction. Table 4 shows fiscal 2018 balances compared to 2017.

**Table 4**  
**Summary of Capital Assets**

<u>Capital Assest (Net of Depreciation):</u>	<u>June 30,</u> <u>2018</u>	<u>June 30,</u> <u>2017</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Land	\$ 143,800	\$ 143,800	\$ -	0.0%
Construction in Progress	-	28,339,949	(28,339,949)	-100.0%
Land Improvements	149,016	172,235	(23,219)	-13.5%
Building and Improvements	40,951,054	13,821,769	27,129,285	196.3%
Equipment	5,620,239	5,196,537	423,702	8.2%
	<u>\$ 46,864,109</u>	<u>\$ 47,674,290</u>	<u>\$ (810,181)</u>	<u>-1.7%</u>

Depreciation expense for the year was \$3,912,068. 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.



**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2018**  
**(Unaudited) (Continued)**

**Debt Administration**

**Long-term liabilities** – At year-end, the District has \$83,379,789 in long-term liabilities; the District had \$32,145,000 in outstanding general obligation bonds, including unamortized premium of \$667,727, \$2,811,914 in outstanding capital leases, \$23,720,323 in outstanding net pension liability, \$112,195 in outstanding deferred pension obligations, \$17,198,843 in state aid advanced loans payable, \$2,305,605 in audit recoveries and \$4,418,182 in employee compensated absences payable. More detailed financial information about the District's long-term liabilities a

**Table 5**  
**Summary of Long-Term Liabilities**

	<u>June 30, 2018</u>	<u>June 30, 2017</u> <u>(Restated)</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
General Obligation Bonds	\$ 32,145,000	\$ 33,445,000	\$ (1,300,000)	-3.9%
Unamortized Premium on Bond	667,727	777,699	(109,972)	-14.1%
Obligations Under Capital Lease	2,811,914	3,114,777	(302,863)	-9.7%
Net Pension Liability	23,720,323	26,747,060	(3,026,737)	-11.3%
Deferred Pension Obligations	112,195	128,095	(15,900)	-12.4%
State Aid Advance Loan Payable	17,198,843	8,676,165	8,522,678	98.2%
Register Audit Recovery	2,305,605	2,305,605	-	0.0%
Compensated Absences Payable	4,418,182	3,397,983	1,020,199	30.0%
	<u>\$ 83,379,789</u>	<u>\$ 78,592,384</u>	<u>\$ 4,787,405</u>	6.1%

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 Bearing on the District's Future**

While many factors influence the District's future, the availability of state aid, special education needs, nonpublic school requirements, capital improvements and the economy will have the most impact on educational and fiscal decisions in the future.

Many of these factors were considered by the District's administration during the process of developing the fiscal year 2018-19 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing salary and related benefit costs.

**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 the Business Office, Lakewood Board of Education, 200 Ramsey Avenue, Lakewood, New Jersey 08701.

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**BASIC FINANCIAL STATEMENTS**

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A. Government-Wide Financial Statements

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**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2018**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS
Cash & Cash Equivalents	\$ 3,471,473	\$ 2,050,536	\$ 5,522,009
Receivables, Net (Note 4)	16,113,150	370,039	16,483,189
Other Assets	2,206,961	-	2,206,961
Inventory	-	24,140	24,140
Capital Assets, Net (Note 5):			
Non-depreciable	143,800	-	143,800
Depreciable	45,696,130	1,024,179	46,720,309
<b>Total Assets</b>	<b>67,631,514</b>	<b>3,468,894</b>	<b>71,100,408</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions (Note 8)	10,350,882	-	10,350,882
<b>Total Deferred Outflows of Resources</b>	<b>10,350,882</b>	<b>-</b>	<b>10,350,882</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>77,982,396</b>	<b>3,468,894</b>	<b>81,451,290</b>
<b>LIABILITIES</b>			
Accounts Payable	22,966,678	429,031	23,395,709
Due to Other Governments	9,054,978	-	9,054,978
Unearned Revenue	3,750,977	2,229	3,753,206
Other Liabilities	-	265,000	265,000
Internal Balances	416,838	(416,838)	-
Accrued Interest Payable	343,327	-	343,327
Noncurrent Liabilities (Note 7):			
Due Within One Year	4,382,800	-	4,382,800
Due Beyond One Year	78,996,989	-	78,996,989
<b>Total Liabilities</b>	<b>119,912,587</b>	<b>279,422</b>	<b>120,192,009</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions (Note 8)	5,056,425	-	5,056,425
<b>Total Deferred Inflows of Resources</b>	<b>5,056,425</b>	<b>-</b>	<b>5,056,425</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>124,969,012</b>	<b>279,422</b>	<b>125,248,434</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	10,215,289	1,024,179	11,239,468
Restricted For:			
Capital Projects	129,519	-	129,519
Debt Service	7,659	-	7,659
Unrestricted (Deficit)	(57,339,083)	2,165,293	(55,173,790)
<b>Total Net Position</b>	<b>\$ (46,986,616)</b>	<b>\$ 3,189,472</b>	<b>\$ (43,797,144)</b>

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

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES	OPERATING	BUSINESS- TYPE ACTIVITIES	GOVERNMENTAL ACTIVITIES	TOTAL	
		FOR SERVICES	GRANTS & CONTRIBUTIONS				
Governmental Activities:							
Instruction:							
Regular	\$ 35,665,423	\$ -	\$ 18,078,397	\$ -	\$ (17,587,026)	\$ (17,587,026)	
Special Education	7,726,819	-	-	-	(7,726,819)	(7,726,819)	
Other Special Instruction	3,970,450	-	-	-	(3,970,450)	(3,970,450)	
Other Instruction	1,561,720	-	-	-	(1,561,720)	(1,561,720)	
Support Services & Undistributed Costs:							
Tuition	33,313,940	-	-	-	(33,313,940)	(33,313,940)	
Attendance	251,113	-	-	-	(251,113)	(251,113)	
Health Services	493,568	-	-	-	(493,568)	(493,568)	
Student & Instruction Related Services	50,991,935	-	37,883,214	-	(13,108,721)	(13,108,721)	
Educational Media Services/							
School Library	408,126	-	-	-	(408,126)	(408,126)	
General Administrative Services	3,040,974	-	-	-	(3,040,974)	(3,040,974)	
School Administrative Services	1,956,079	-	-	-	(1,956,079)	(1,956,079)	
Central Services	1,097,391	-	-	-	(1,097,391)	(1,097,391)	
Administrative Information Technology	877,571	-	-	-	(877,571)	(877,571)	
Plant Operations & Maintenance	7,116,470	-	-	-	(7,116,470)	(7,116,470)	
Pupil Transportation	30,003,240	-	-	-	(30,003,240)	(30,003,240)	
Unallocated Benefits	57,310,356	-	32,727,548	-	(24,582,808)	(24,582,808)	
Transfer to Charter Schools	2,118,057	-	-	-	(2,118,057)	(2,118,057)	
Interest & Other Charges	911,533	-	-	-	(911,533)	(911,533)	
Unallocated Depreciation	3,878,166	-	-	-	(3,878,166)	(3,878,166)	
<b>Total Governmental Activities</b>	<b>242,692,931</b>	<b>-</b>	<b>88,689,159</b>	<b>-</b>	<b>(154,003,772)</b>	<b>(154,003,772)</b>	

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



**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Business-Type Activities:						
Enterprise Funds	5,394,935	469,306	4,809,437	-	(116,192)	(116,192)
Total Business-Type Activities	5,394,935	469,306	4,809,437	-	(116,192)	(116,192)
Total Primary Government	\$ 248,087,866	\$ 469,306	\$ 93,498,596	\$ (154,003,772)	\$ (116,192)	\$ (154,119,964)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				\$ 98,574,272	\$ -	\$ 98,574,272
Federal & State Aid Not Restricted				39,066,868	-	39,066,868
Rents & Royalties				3,079	-	3,079
Miscellaneous Income				4,871,139	-	4,871,139
Total General Revenues, Special Items, Extraordinary Items & Transfers				142,515,358	-	142,515,358
Change In Net Position				(11,488,414)	(116,192)	(11,604,606)
Net Position - Beginning (Restated)				(35,498,202)	3,305,664	(32,192,538)
Net Position - Ending				(46,986,616)	\$ 3,189,472	\$ (43,797,144)

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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**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2018**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
<b>ASSETS:</b>					
Cash & Cash Equivalents	\$ -	\$ 14,175,496	\$ 5,089	\$ 280,530	\$ 14,461,115
Receivables, Net:					
Interfund Receivable	1,395,961	-	124,458	28	1,520,447
Due from Other Governments:					
State	5,972,790	1,844	-	-	5,974,634
Federal	-	8,474,267	-	-	8,474,267
Other Receivables	-	1,059,084	-	-	1,059,084
Other Assets	2,206,961	-	-	-	2,206,961
	<hr/>				
Total Assets	\$ 9,575,712	\$ 23,710,691	\$ 129,547	\$ 280,558	\$ 33,696,508
	<hr/>				
<b>LIABILITIES &amp; FUND BALANCES:</b>					
<b>Liabilities:</b>					
Cash Deficit	\$ 10,989,642	\$ -	\$ -	\$ -	\$ 10,989,642
Accounts Payable	5,532,869	17,433,809	-	-	22,966,678
Unearned Revenue	2,625,740	1,125,237	-	-	3,750,977
Interfunds Payable	541,296	517,897	28	272,899	1,332,120
Intergovernmental Payable:					
Federal	-	3,939,095	-	-	3,939,095
State	-	3,880,258	-	-	3,880,258
	<hr/>				
Total Liabilities	19,689,547	26,896,296	28	272,899	46,858,770
	<hr/>				
<b>Fund Balances:</b>					
<b>Restricted for:</b>					
Capital Projects	-	-	129,519	-	129,519
Debt Service	-	-	-	7,659	7,659
<b>Assigned to:</b>					
Other Purposes	960,319	-	-	-	960,319
Unassigned (Deficit)	(11,074,154)	(3,185,605)	-	-	(14,259,759)
	<hr/>				
Total Fund Balances	(10,113,835)	(3,185,605)	129,519	7,659	(13,162,262)
	<hr/>				
Total Liabilities & Fund Balances	\$ 9,575,712	\$ 23,710,691	\$ 129,547	\$ 280,558	
	<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 \$80,569,151 and the accumulated depreciation is \$34,729,221.	45,839,930
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	
Deferred Outflows related to pensions	10,350,882
Deferred Inflows related to pensions	(5,056,425)
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.	(343,327)
Accrued pension contributions for the June 30, 2017 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.	(1,235,625)
Long-term liabilities, including net pension liability, compensated absences payable and other post employment benefits are not due and payable in the current period and, therefore, are not reported as a liability in the funds.	(83,379,789)
	<hr/>
Net position of Governmental Activities	\$ (46,986,616)
	<hr/>

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

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 96,961,999	\$ -	\$ -	\$ 1,612,273	\$ 98,574,272
Rents and Royalties	3,079	-	-	-	3,079
Miscellaneous	1,734,263	3,129,219	7,657	-	4,871,139
<b>Total Local Sources</b>	<b>98,699,341</b>	<b>3,129,219</b>	<b>7,657</b>	<b>1,612,273</b>	<b>103,448,490</b>
State Sources	45,433,052	32,291,829	-	651,615	78,376,496
Federal Sources	1,255,292	28,803,184	-	-	30,058,476
<b>Total Revenues</b>	<b>145,387,685</b>	<b>64,224,232</b>	<b>7,657</b>	<b>2,263,888</b>	<b>211,883,462</b>
Expenditures:					
Current Expense:					
Regular Instruction	17,587,026	18,078,397	-	-	35,665,423
Special Education Instruction	7,726,819	-	-	-	7,726,819
Other Special Instruction	3,970,450	-	-	-	3,970,450
Other Instruction	1,561,720	-	-	-	1,561,720
Support Services:					
Tuition	33,313,940	-	-	-	33,313,940
Attendance	251,113	-	-	-	251,113
Health Services	493,568	-	-	-	493,568
Student & Instruction Related Services	11,647,954	39,343,981	-	-	50,991,935
Educational Media Services/School Library	408,126	-	-	-	408,126
General Administrative Services	3,040,974	-	-	-	3,040,974
School Administrative Services	1,956,079	-	-	-	1,956,079
Central Services	1,097,391	-	-	-	1,097,391
Administrative Information Technology	877,571	-	-	-	877,571
Plant Operations & Maintenance	7,116,470	-	-	-	7,116,470
Pupil Transportation	29,743,559	1,055,841	-	-	30,799,400
Unallocated Benefits	21,970,547	3,008,226	-	-	24,978,773
On-Behalf TPAF Pension and Social Security Contributions	10,398,267	-	-	-	10,398,267
Capital Outlay	1,050,060	612,611	1,066,816	-	2,729,487
Debt Service:					
Redemption of Principal	-	-	-	1,300,000	1,300,000
Interest & Other Charges	639	-	-	963,887	964,526
<b>Total Expenditures</b>	<b>154,212,273</b>	<b>62,099,056</b>	<b>1,066,816</b>	<b>2,263,887</b>	<b>219,642,032</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	(8,824,588)	2,125,176	(1,059,159)	1	(7,758,570)
Other Financing Sources/(Uses):					
Capital Lease Proceeds	493,297	-	-	-	493,297
Transfer to Charter School	(2,118,057)	-	-	-	(2,118,057)
State Aid Advance Loan	8,522,678	-	-	-	8,522,678
Operating Transfer In	2,125,176	-	-	7,657	2,132,833
Operating Transfer Out	-	(2,125,176)	(7,657)	-	(2,132,833)
<b>Total Other Financing Sources/(Uses)</b>	<b>9,023,094</b>	<b>(2,125,176)</b>	<b>(7,657)</b>	<b>7,657</b>	<b>6,897,918</b>
Net Change in Fund Balance	198,506	-	(1,066,816)	7,658	(860,652)
Fund Balance - July 1	(10,312,341)	(3,185,605)	1,196,335	1	(12,301,610)
Fund Balance - June 30	\$ (10,113,835)	\$ (3,185,605)	\$ 129,519	\$ 7,659	\$ (13,162,262)

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



**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ (860,652)

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period:

Depreciation Expense	\$ (3,878,166)	
Capital Outlays	<u>2,729,487</u>	(1,148,679)

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. (1,607,962)

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. 2,096,160

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

Proceeds of State Aid Advance Loan	(8,522,678)	
Capital Lease Proceeds	<u>(493,297)</u>	(9,015,975)

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	109,972
----------------------------------	---------

Repayment of annual other postemployment benefits is an expenditure in the governmental funds, but the repayment of benefits decreases long-term liabilities in the statement of net position and is not reported in the statement of activities. 15,900

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 (+). (56,979)

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+). (1,020,199)

Change in Net Position of Governmental Activities \$ (11,488,414)

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

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Proprietary Funds

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**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

ASSETS	BUSINESS-TYPE ACTIVITIES	
	FOOD SERVICE	TOTALS
Current Assets:		
Cash	\$ 2,050,536	\$ 2,050,536
Accounts Receivable:		
State	3,713	3,713
Federal	366,326	366,326
Interfund Receivable	416,838	416,838
Inventories	24,140	24,140
Total Current Assets	<u>2,861,553</u>	<u>2,861,553</u>
Noncurrent Assets:		
Equipment	1,454,046	1,454,046
Accumulated Depreciation	(429,867)	(429,867)
Capital Assets, Net	<u>1,024,179</u>	<u>1,024,179</u>
Total Noncurrent Assets	<u>1,024,179</u>	<u>1,024,179</u>
Total Assets	<u>3,885,732</u>	<u>3,885,732</u>
LIABILITIES		
Current Liabilities:		
Unearned Revenue	2,229	2,229
Interfund Payable	265,000	265,000
Accounts Payable	429,031	429,031
Total Current Liabilities	<u>696,260</u>	<u>696,260</u>
NET POSITION		
Net Investment in Capital Assets	1,024,179	1,024,179
Unrestricted	<u>2,165,293</u>	<u>2,165,293</u>
Total Net Position	<u>\$ 3,189,472</u>	<u>\$ 3,189,472</u>

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

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

	BUSINESS-TYPE ACTIVITIES	
	FOOD SERVICE	TOTALS
Operating Revenues:		
Local Sources:		
Daily Sales - Non-Reimbursable Sales	\$ 469,306	\$ 469,306
Total Operating Revenues	469,306	469,306
Operating Expenses:		
Food Service Management Expenses:		
Cost of Sales		
Reimbursable Programs	1,598,082	1,598,082
Non-Reimbursable Programs	101,989	101,989
U.S.D.A. Commodities	243,450	243,450
Labor	1,467,521	1,467,521
Supplies and Materials	221,666	221,666
Miscellaneous	83,296	83,296
Insurance	86,116	86,116
Management Fee	181,657	181,657
Administration and Supervision	175,021	175,021
Direct Expenses:		
Salaries and Wages	65,025	65,025
Cost of Sales	535,031	535,031
Purchased Services	10,145	10,145
Repairs and Maintenance	35,906	35,906
Indirect Cost Allocation	509,277	509,277
Depreciation	33,902	33,902
Miscellaneous	46,851	46,851
Total Operating Expenses	5,394,935	5,394,935
Operating Income/(Loss)	(4,925,629)	(4,925,629)
Nonoperating Revenues:		
State Sources:		
State School Lunch Program	50,912	50,912
Federal Source:		
National School Breakfast Program	1,430,626	1,430,626
National School Lunch Program	2,774,743	2,774,743
After School Snacks Program	20,492	20,492
Food Distribution Program	243,450	243,450
Summer Food Program	104,178	104,178
Fresh Fruits and Vegetables Program	168,160	168,160
Interest and Investment Resources	16,876	16,876
Total Nonoperating Revenues	4,809,437	4,809,437
Change in Net Position	(116,192)	(116,192)
Net Position - Beginning	3,305,664	3,305,664
Total Net Position - Ending	\$ 3,189,472	\$ 3,189,472

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

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES	
	FOOD SERVICE	TOTALS
Cash Flows From Operating Activities:		
Receipts from Customers	\$ 469,306	\$ 469,306
Payments to Employees	(1,532,546)	(1,532,546)
Payments to Suppliers	(3,899,210)	(3,899,210)
Net Cash Provided/(Used) by Operating Activities	(4,962,450)	(4,962,450)
Cash Flows From Noncapital Financing Activities:		
Cash Received From Other Funds	848,061	848,061
Cash Received From State & Federal Reimbursements	4,562,913	4,562,913
Net Cash Provided by Noncapital Financing Activities	5,410,974	5,410,974
Cash Flows From Capital & Related Financing Activities:		
Purchase of Capital Assets	(293,688)	(293,688)
Net Cash Provided by Investing Activities	(293,688)	(293,688)
Cash Flows From Investing Activities:		
Cash Received Interest Earnings	16,876	16,876
Net Cash Provided by Investing Activities	16,876	16,876
Net Increase/(Decrease) in Cash & Cash Equivalents	171,712	171,712
Balances - Beginning of Year	1,878,824	1,878,824
Balances - Ending of Year	\$ 2,050,536	\$ 2,050,536

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	\$ (4,925,629)	\$ (4,925,629)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:		
Depreciation Expense	33,902	33,902
Non-Cash Federal Assistance - Food Distribution Program	243,450	243,450
Change in Assets & Liabilities:		
(Increase)/Decrease in Inventory	11,330	11,330
(Decrease)/Increase in Unearned Revenue	(7,050)	(7,050)
(Decrease)/Increase in Accounts Payable	(318,453)	(318,453)
Total Adjustments	(36,821)	(36,821)
Net Cash Provided/(Used) by Operating Activities	\$ (4,962,450)	\$ (4,962,450)

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

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Fiduciary Fund

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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE						TOTALS
	WORKERS COMPENSATION TRUST	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE PURPOSE SCHOLARSHIP TRUST	PRC/COLLEGE APPLICATION TRUST	STUDENT ACTIVITY	PAYROLL AGENCY	
Cash & Cash Equivalents	\$ -	\$ 373,182	\$ 42,890	\$ 9,964	\$ 138,270	\$ 1,529,176	\$ 2,093,482
Investments	-	-	133,514	-	-	-	133,514
Interfunds Receivable	-	32,726	-	-	-	265,000	297,726
<b>Total Assets</b>	<b>-</b>	<b>405,908</b>	<b>176,404</b>	<b>9,964</b>	<b>138,270</b>	<b>1,794,176</b>	<b>2,524,722</b>
<b>LIABILITIES</b>							
Interfunds Payable	-	196,549	-	-	-	441,342	637,891
Accounts Payable	-	25,819	-	-	-	-	25,819
Summer Payment Plan Deposits	-	-	-	-	-	913,624	913,624
Flexible Spending Account Deposits	-	-	-	-	-	29,016	29,016
Due to Student Groups	-	-	-	-	138,270	-	138,270
Payroll Deductions & Withholdings	-	-	-	-	-	410,194	410,194
<b>Total Liabilities</b>	<b>-</b>	<b>222,368</b>	<b>-</b>	<b>-</b>	<b>138,270</b>	<b>1,794,176</b>	<b>2,154,814</b>
<b>NET POSITION</b>							
Restricted For:	-	183,540	-	-	-	-	183,540
Unemployment Compensation	-	-	176,404	9,964	-	-	186,368
Scholarship	-	-	-	-	-	-	-
<b>Total Net Position</b>	<b>\$ -</b>	<b>\$ 183,540</b>	<b>\$ 176,404</b>	<b>\$ 9,964</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 369,908</b>

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

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ADDITIONS	PRIVATE PURPOSE				TOTALS
	WORKERS COMPENSATION TRUST	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE-PURPOSE SCHOLARSHIP TRUST	PARENT RESOURCE CENTER/COLLEGE APPLICATION TRUST	
Contributions:					
District	\$ -	\$ 38,707	\$ -	\$ -	38,707
Employee	-	118,283	-	-	118,283
Interest Earnings	66	3,416	3,680	116	7,278
Total Contributions	66	160,406	3,680	116	164,268
Total Additions	66	160,406	3,680	116	164,268
DEDUCTIONS					
Unemployment Claims	-	195,664	-	-	195,664
Scholarships Awarded	-	-	2,250	-	2,250
Loss on Fair Market	-	-	4,067	-	4,067
Value of Investment	7,198	-	-	-	7,198
Miscellaneous					
Total Deductions	7,198	195,664	6,317	-	209,179
Change in Net Position	(7,132)	(35,258)	(2,637)	116	(44,911)
Net Position - Beginning of the Year	7,132	218,798	179,041	9,848	414,819
Net Position - End of the Year	\$ -	\$ 183,540	\$ 176,404	\$ 9,964	\$ 369,908

**LAKWOOD TOWNSHP SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

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# LAKWOOD TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018

### Note 1. Summary of Significant Accounting Policies

#### **Basis of Presentation**

The financial statements of the Lakewood Township School District (hereafter referred to as the “School District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

#### **Reporting Entity**

The Lakewood Township School District is a Type II School District located in the County of Ocean, State of New Jersey. As a Type II School 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 School District is to educate students in grades kindergarten through twelfth at its six schools. The School District has an approximate enrollment at June 30, 2018 of 5,704 students.

The primary criterion for including activities within the School 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 School District holds the corporate powers of the organization;
- ◆ the School District appoints a voting majority of the organization’s board
- ◆ the School District is able to impose its will on the organization;
- ◆ the organization has the potential to impose a financial benefit/burden on the School District
- ◆ there is a fiscal dependency by the organization on the School District.

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School 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: Omnis - 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

# LAKWOOD TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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 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.



# LAKESIDE TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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 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

# LAKWOOD TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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 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 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.

**LAKESIDE TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

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

**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 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.

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.

Workers’ Compensation Trust Fund – Revenues consist of employee payroll withholdings, interest income and contributions through the annual budget process of the District. Expenditures consist of workers’ compensation reimbursement claims. This fund was closed by the district in the current year.

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

Parent Resource Center/College Application Trust Fund – Revenues consist of interest income and contributions. Expenditures consist of resources for assisting parents and students with college applications.

**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.

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

# LAKWOOD TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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, Exhibit D-3 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 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.

# LAKWOOD TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

#### 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.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**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:

Land Improvements	20 Years
Buildings	15 – 50 Years
Building Improvements	10 – 50 Years
Machinery and Equipment	5 – 20 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.

# LAKWOOD TOWNSHIP SCHOOL DISTRICT

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

### 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.

## LAKWOOD TOWNSHIP SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

#### 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 component 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.

#### Impact of Recently Issued Accounting Principles

##### Adopted Accounting Pronouncements

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



## LAKWOOD TOWNSHIP SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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.

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.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

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

**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.

**Note 2. Deposits and Investments**

**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 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board

**LAKESIDE TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 2. Deposits and Investments (continued)**

in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that 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 School District's bank balance of \$17,383,493 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	14,898,197
New Jersey Cash Management		61,762
Uninsured and Uncollateralized		2,423,534
	\$	17,383,493

**Investments**

At June 30, 2018, the School District had the following investments and maturities:

<u>Investment type</u>	<u>Carrying Value</u>	<u>Fair Value June 30, 2018 Level 1</u>	<u>Investment Maturities Less Than 1 Year</u>
Mutual Funds	\$ 133,514	\$ 133,514	\$ 133,514
	\$ 133,514	\$ 133,514	\$ 133,514

Fair Value Measurement - The School District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. Investments are required to be categorized based on the fair value of inputs of Levels 1, 2 and 3. Under Level 1 inputs, investments are required to be categorized based on quoted market prices in active markets for identical investments. Level 2 inputs are based primarily on using observable measurement criteria, including quoted market prices of similar investments in active and inactive markets and other observable corroborated factors. Level 3 inputs are assets measured at fair value on a recurring basis using significant unobservable measurement criteria based on the best information available.

Custodial credit risk - This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The School District does not have custodial credit risk policies for investments.

Interest rate risk - This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 2. Deposits and Investments (continued)**

Credit risk - Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure.

**Note 3. Reserve Accounts**

The School District has no reserve accounts at June 30, 2018.

**Note 4. Accounts Receivable**

Accounts receivable at June 30, 2018 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2018, consisted of the following:

<u>Description</u>	<u>Governmental Funds</u>			<u>Proprietary Funds</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Total Business-Type Activities</u>
Federal Awards	\$ -	\$ 8,474,267	\$ 8,474,267	\$ 366,326	\$ 366,326
State Awards	5,972,790	1,844	5,974,634	3,713	3,713
Other	605,165	1,059,084	1,664,249	-	-
<b>Total</b>	<b>\$ 6,577,955</b>	<b>\$ 9,535,195</b>	<b>\$ 16,113,150</b>	<b>\$ 370,039</b>	<b>\$ 370,039</b>

**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>
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 143,800	\$ -	\$ -	\$ 143,800
Construction in Progress	28,339,949	1,066,816	(29,406,765)	-
<b>Total Capital Assets not being depreciated</b>	<b>28,483,749</b>	<b>1,066,816</b>	<b>(29,406,765)</b>	<b>143,800</b>
Capital Assets being depreciated:				
Land Improvements	2,406,289	-	-	2,406,289
Buildings and Improvements	39,273,843	559,917	29,406,765	69,240,525
Equipment	7,675,783	1,102,754	-	8,778,537
<b>Total Capital Assets being depreciated</b>	<b>49,355,915</b>	<b>1,662,671</b>	<b>29,406,765</b>	<b>80,425,351</b>

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 5. Capital Assets (continued)**

	Balance July 1, <u>2017</u>	<u>Additions</u>	Retirements and Transfers	Balance June 30, <u>2018</u>
<b>Governmental Activities (continued):</b>				
Less: Accumulated Depreciation:				
Land Improvements	\$ (2,234,054)	\$ (23,219)	\$ -	\$ (2,257,273)
Buildings and Improvements	(25,452,074)	(2,837,397)	-	(28,289,471)
Equipment	(3,164,927)	(1,017,550)	-	(4,182,477)
Total Accumulated Depreciation	(30,851,055)	(3,878,166)	-	(34,729,221)
Total Capital Assets being depreciated, net	18,504,860	(2,215,495)	29,406,765	45,696,130
Total Governmental Activities Capital Assets, net	\$ 46,988,609	\$ (1,148,679)	\$ -	\$ 45,839,930

	Balance July 1, <u>2017</u>	<u>Additions</u>	Retirements and Transfers	Balance June 30, <u>2018</u>
<b>Business-Type Activities:</b>				
Equipment	\$ 1,081,646	\$ 372,400	\$ -	\$ 1,454,046
	1,081,646	372,400	-	1,454,046
Less: Accumulated Depreciation:				
Equipment	(395,965)	(33,902)	-	(429,867)
	(395,965)	(33,902)	-	(429,867)
Total Business-Type Activities Capital Assets, net	\$ 685,681	\$ 338,498	\$ -	\$ 1,024,179

Depreciation expense was not allocated among the various functions/programs of the School District.

**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	\$ 1,395,961	\$ 541,296
Special Revenue Fund	-	517,897
Capital Projects Fund	124,458	28
Debt Service Fund	28	272,899
Food Service Fund	416,838	265,000
Unemployment Fund	32,726	196,549
Payroll Fund	265,000	441,342
	\$ 2,235,011	\$ 2,235,011

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 6. Interfund Receivables, Payables and Transfers (continued)**

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.

A summary of interfund transfers is as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers In</u>
General Fund	\$ 2,125,176	\$ -
Special Revenue Fund	-	2,125,176
Capital Projects Fund	-	7,657
Debt Service Fund	<u>7,657</u>	<u>-</u>
	<u>\$ 2,132,833</u>	<u>\$ 2,132,833</u>

The purpose of the interfund transfers were for contributions to whole school reform and the transfer of interest earned on debt proceeds to be used for current and future debt service payments.

**Note 7. Long-Term Obligations**

During the fiscal year-ended June 30, 2018 the following changes occurred in long-term obligations for the governmental and business-type activities:

	<u>Balance</u> <u>July 1, 2017</u> <u>(Restated)</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2018</u>	<u>Balance</u> <u>Due Within</u> <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 33,445,000	\$ -	\$ 1,300,000	\$ 32,145,000	\$ 1,350,000
Unamortized Bond Premiums	777,699	-	109,972	667,727	41,197
Capital Leases	3,114,777	493,297	796,160	2,811,914	695,604
Compensated Absences	3,397,983	1,170,652	150,453	4,418,182	57,224
Net Pension Liability	26,747,060	-	3,026,737	23,720,323	-
State Aid Advance Loan Payable	8,676,165	8,522,678	-	17,198,843	1,866,286
Registered Audit Recovery	2,305,605	-	-	2,305,605	355,084
Deferred Pension Obligations	<u>128,095</u>	<u>-</u>	<u>15,900</u>	<u>112,195</u>	<u>17,405</u>
	<u>\$ 78,592,384</u>	<u>\$ 10,186,627</u>	<u>\$ 5,399,222</u>	<u>\$ 83,379,789</u>	<u>\$ 4,382,800</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, capital leases, unamortized bond premiums and net pension liability are liquidated by the general fund.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 7. Long-Term Obligations (continued)**

**Bonds Payable**

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

On February 17, 2015, the School District issued \$34,695,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.50% to 3.00% and mature on September 14, 2034.

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	\$	1,350,000	\$ 927,450	\$ 2,277,450
2020		1,400,000	889,638	2,289,638
2021		1,470,000	850,175	2,320,175
2022		1,525,000	808,994	2,333,994
2023		1,590,000	766,162	2,356,162
2024-2028		8,935,000	3,071,625	12,006,625
2029-2033		10,925,000	1,587,975	12,512,975
2034-2035		4,950,000	149,250	5,099,250
		<u>\$ 32,145,000</u>	<u>\$ 9,051,269</u>	<u>\$ 41,196,269</u>

**Capital Lease Payable**

On July 25, 2015, the School District entered into a lease purchase agreement in the amount of \$555,000 for textbooks. The lease obligation was issued at an interest rate of 3.270% and matures on July 15, 2018.

On March 10, 2016, the School District entered into a lease purchase agreement in the amount of \$343,919 for school buses. The lease obligation was issued at an interest rate of 2.826% and matures on March 10, 2020.

On June 15, 2016, the School District entered into a lease purchase agreement in the amount of \$2,124,294 for school buses. The lease obligation was issued at an interest rate of 3.17% and matures on September 15, 2022.

On June 15, 2017, the School District entered into a lease purchase agreement in the amount of \$476,248 for school buses. The lease obligation was issued at an interest rate of 2.99% and matures on August 1, 2021.

On December 1, 2017, the School District entered into a lease purchase agreement in the amount of \$493,297 for school buses. The lease obligation was issued at an interest rate of 3.29% and matures on September 10, 2022.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 7. Long-Term Obligations (continued)**

The future minimum lease payments for these lease is as follows:

Fiscal Year Ending <u>June 30,</u>	
2019	\$ 780,735
2020	625,440
2021	625,440
2022	564,054
2023	<u>462,717</u>
Total Minimum Lease Payments	3,058,386
Less: Amount Representing Interest	<u>(246,472)</u>
Present Value of Minimum Lease Payments	<u>\$ 2,811,914</u>

Amortization of the leased equipment under capital assets is included with depreciation expense.

**State Aid Advance Loan Payable**

The Board has entered into loan agreements with the State of New Jersey in the amounts of \$4,500,000, \$5,640,183 and \$8,522,678 pursuant to N.J.S.A. 18A:7A-56 in the form of an advancement of state aid to provide funds to eliminate a portion of the unassigned budgetary fund deficit in the General Fund. The advance State aid payments will be repaid by the school district through automatic reductions in the State aid provided to the school district in subsequent years. The terms of the repayments are ten (10) years beginning in the 2015/2016 and 2016/2017 school years, respectively, at minimum amounts of \$450,000, \$564,018 and \$852,268 per year, but may be for a shorter term as determined by the State Treasurer. These annual payments may also be deferred at the discretion of the State Treasurer. During the fiscal year ended June 30, 2018, this deferral was approved and no payments were made. At any time during the term of the repayment, the State Treasurer, in consultation with the Commissioner of Education, may determine to impose interest on the unpaid balance. The State Treasurer has not imposed interest during the 2017/2018 fiscal year. The state aid advance loan balance outstanding at June 30, 2018 is not reported as a liability in the General Fund, but is recorded as a long-term liability in the Governmental Activities on the District-wide Statement of Net Position. The Board's State aid advance loan activity for the fiscal year ended June 30, 2018 is as follows:

<b><u>Purpose</u></b>	<u>Balance</u> <u>July 1, 2017</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2018</u>	<u>Balance</u> <u>Due Within</u> <u>One Year</u>
State Aid:					
Advance Loan 2014/15	\$ 3,600,000	\$ -	\$ -	\$ 3,600,000	\$ 450,000
Advance Loan 2016/17	5,076,165	-	-	5,076,165	564,018
Advance Loan 2017/18	-	8,522,678	-	8,522,678	852,268
	<u>\$ 8,676,165</u>	<u>\$ 8,522,678</u>	<u>\$ -</u>	<u>\$ 17,198,843</u>	<u>\$ 1,866,286</u>



**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 7. Long-Term Obligations (continued)**

**Register Audit Recovery**

During the 2013/2014 school year, the State of New Jersey, Department of Education completed a review of the enrollment data used for the District's fiscal year 2011/2012 applications for Extraordinary Aid for Special Education Costs. The findings included in the review indicated that the District's fiscal year 2011/2012 extraordinary aid payments were overstated by \$709,047. Such amount is due to the State of New Jersey, Department of Education. As a result, for a period of ten (10) years beginning in fiscal year 2016/2017, the amount due will be repaid through automatic reductions in State Aid provided to the District on an annual basis. At any time, these payments may be deferred at the discretion of the State of New Jersey, Department of Education. There were no repayments made during the current fiscal year. The remaining amount due as of June 30, 2018 is \$709,047.

During the 2013/2014 school year, the State of New Jersey, Department of Education completed a review of the enrollment data used for the District's Application for State School Aid (ASSA) and District Report of Transported Resident Students (DRTRS) as of October 14, 2011. The findings included in the review indicated that the District's ASSA and DRTRS state aid payments for enrollment as of October 14, 2011 were overstated by \$403,651. Such amount is due to the State of New Jersey, Department of Education. As a result, for a period of ten (10) years beginning in fiscal years 2015/2016, the amount due will be repaid through automatic reductions in State Aid provided to the District on an annual basis. At any time, these payments may be deferred at the discretion of the State of New Jersey, Department of Education. There were no repayments made during the current fiscal year. The remaining amount due as of June 30, 2018 is \$403,651.

During the 2015/2016 school year, the State of New Jersey, Department of Education completed a review of the enrollment data used for the District's fiscal year 2011/2012 applications for Chapter 193 Nonpublic Auxiliary Services Aid. The findings included in the review indicated that the District's fiscal year 2011/2012 nonpublic state aid payments were overstated by \$1,325,452. Such amount is due to the State of New Jersey, Department of Education. As a result, for a period of ten (10) years beginning in fiscal year 2016/2017, the amount due will be repaid through automatic reductions in State Aid provided to the District on an annual basis. At any time, these payments may be deferred at the discretion of the State of New Jersey, Department of Education. There were no repayments made during the current fiscal year. The remaining amount due as of June 30, 2018 is \$1,192,907.

**Deferred Pension Obligation**

During the 2009/2010 school year the Board elected to contribute only 50% of its normal and accrued liability components of the Public Employee Retirement System (PERS) obligations and deferred the remaining 50% in accordance with P.L. 2009, c.10. The deferred amount totaled \$196,429 and is being paid back with interest over 15 years beginning in the 2011/2012 fiscal year. The District is permitted to pay off the deferred PERS pension obligations at any time. It is estimated that the total deferred liability at June 30, 2019 is \$112,195.

**Bonds Authorized but not Issued**

As of June 30, 2018, the School District had bonds authorized but not issued in the amount of \$2,241 for the 2015 Bond Referendum Capital Project.

LAKWOOD TOWNSHIP SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)

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](http://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 1/55<sup>th</sup> 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 1/60<sup>th</sup> of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

**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

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

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 \$23,720,323 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 0.1018984162%, which was an increase of 0.0115889949% 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 \$2,552,458 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:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ 558,532	\$ -
Changes of Assumptions	4,778,828	4,761,307
Net Difference between Projected and Actual Earnings on Pension Plan Investments	161,519	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	3,616,378	295,118
School District contributions subsequent to measurement date	1,235,625	-
	<b>\$ 10,350,882</b>	<b>\$ 5,056,425</b>

\$1,235,625 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.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

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:

<b>Client Year Ending</b>	
<b><u>June 30,</u></b>	<b><u>Amount</u></b>
2019	\$ 1,201,737
2020	1,413,165
2021	1,133,677
2022	517,317
2023	<u>(207,064)</u>
	 <u>\$ 4,058,832</u>

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:

	<b><u>Deferred Outflow of Resources</u></b>	<b><u>Deferred Inflow of Resources</u></b>
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	-

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

	<b><u>Deferred Outflow of Resources</u></b>	<b><u>Deferred Inflow of Resources</u></b>
Changes in Proportion and Differences between Lakewood Township 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.

**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

**LAKESIDE TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**A. Public Employees’ Retirement System (PERS) (continued)**

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

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%
	<hr style="width: 50%; margin: 0 auto;"/> 100.00%	

**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

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

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.

**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:

	<b>1% Decrease <u>(4.00%)</u></b>	<b>Current Discount Rate <u>(5.00%)</u></b>	<b>1% Increase <u>(6.00%)</u></b>
School District's Proportionate Share of the Net Pension Liability	<u>\$ 29,426,670</u>	<u>\$ 23,720,323</u>	<u>\$ 18,966,228</u>

**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	\$ 9,115,257	\$ 9,109,599
Deferred Inflows of Resources	5,056,425	416,068
Net Pension Liability	23,720,323	26,747,060
School District's portion of the Plan's total net pension Liability	0.10190%	0.09031%

LAKWOOD TOWNSHIP SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)

Note 8. Pension Plans (continued)

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](http://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.

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 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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



**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**B. Teachers' Pension and Annuity Fund (TPAF)(continued)**

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 \$207,423,109. 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 0.3076416725%, which was an increase of 0.0080759481% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the School District recognized \$6,415,412 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 on experience
Thereafter	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.

**LAKESIDE TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**B. Teachers' Pension and Annuity Fund (TPAF)(continued)**

**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:

<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="width: 100%; border: 0.5px solid black;"/>	
	<b>100.00%</b>	

**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.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 8. Pension Plans (continued)**

**B. Teachers' Pension and Annuity Fund (TPAF)(continued)**

**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:

	<b>1% Decrease <u>(3.25%)</u></b>	<b>Current Discount Rate <u>(4.25%)</u></b>	<b>1% Increase <u>(5.25%)</u></b>
School 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>\$ 246,425,160</u>	<u>\$207,423,109</u>	<u>\$ 175,293,050</u>
	<u>\$ 246,425,160</u>	<u>\$207,423,109</u>	<u>\$ 175,293,050</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	\$ 17,581,004,496
Collective Deferred Inflows of Resources	\$ 11,992,821,439	\$ 300,836,088
Collective Net Pension Liability	\$ 67,670,209,171	\$ 79,028,907,033
School District's portion	0.3076416725%	0.2995657244%

## LAKESIDE TOWNSHIP SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

#### Note 8. Pension Plans (continued)

##### 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;
- 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 \$-0- and the District recognized pension expense of \$-0-.

#### Note 9. Other 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.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

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 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:

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

## LAKWOOD TOWNSHIP SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

#### Note 9. Other Post-Retirement Benefits (continued)

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.

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 \$182,927,089. 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 0.3410283898%, which was an increase of 0.0007475222% 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 \$12,891,336 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.

#### Health Care 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.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

**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:

	<b>June 30, 2017</b>		
	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	\$ 217,147,652	\$ 182,927,089	\$ 155,783,013
State of New Jersey's Total Nonemployer OPEB Liability	\$ 63,674,362,200	\$ 53,639,841,858	\$ 45,680,364,953
	<b>June 30, 2016</b>		
	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	\$ 235,759,193	\$ 196,790,497	\$ 166,117,139
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,283,705,084	\$ 57,831,784,184	\$ 48,817,654,566

**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:

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

	<b>June 30, 2017</b>		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 150,439,847	\$ 182,927,089	\$ 226,069,764
State of New Jersey's Total Nonemployer OPEB Liability	\$ 44,113,584,560	\$ 53,639,841,858	\$ 66,290,599,457
	<b>June 30, 2016</b>		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 161,472,082	\$ 196,790,497	\$ 244,007,852
State of New Jersey's Total Nonemployer OPEB Liability	\$ 47,452,589,164	\$ 57,831,784,184	\$ 71,707,778,970

\* 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	\$ (99,843,255)
Change in Assumptions	\$ -	\$ (6,343,769,032)
Contributions Made in Fiscal Year Year Ending 2018 After June 30, 2017 Measurement Date **	\$ 1,190,373,242	\$ -
	<b>\$ 1,290,216,497</b>	<b>\$ (6,443,612,287)</b>

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



**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

Fiscal Year Ending June 30,		
2018	\$	(742,830,097)
2019		(742,830,097)
2020		(742,830,097)
2021		(742,830,097)
2022		(742,830,097)
Thereafter		(2,629,618,547)
	<b>\$</b>	<b>(6,343,769,032)</b>

\*\* 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
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	142,331
	<b>\$ 366,078</b>

**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:

<b>Total OPEB Liability</b>	
Service Cost	\$ 2,391,878,884
Interest Cost	1,699,441,736
Changes of Assumptions	(7,086,599,129)
Contributions: Member	45,748,749
Gross Benefit Payments	(1,242,412,566)
Net Change in Total OPEB Liability	(4,191,942,326)
Total OPEB Liability (Beginning)	57,831,784,184
Total OPEB Liability (Ending)	<b>\$ 53,639,841,858</b>
Total Covered Employee Payroll	\$ 13,493,400,208
Net OPEB Liability as a Percentage of Payroll	398%

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**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 \$4,823,869, \$2,444,456, \$3,115,635 and \$14,307, respectively.

**Note 11. Risk Management**

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

**New Jersey Unemployment Compensation Insurance** – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the School 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 School 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	\$ 38,707	\$ 118,283	\$ 3,416	\$ 195,664	\$ 183,540
2016-2017	253,503	156,005	905	306,511	218,798
2015-2016	189,146	141,148	265	230,015	114,896

**Property and Liability Insurance** – The School 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.

**Joint Insurance Pool** – The School District also participates in the School Alliance Insurance Fund and, public entity risk pool. The Pool provides its members with the following coverage:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers’ Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 12. Contingencies**

**State and Federal Grantor Agencies** - The School 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 School 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 School 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.

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

**Economic Dependency** – The School 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 School District’s programs and activities.

**Note 13. 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:

AIG/VALIC	Massachusetts Mutual
Ameriprise Financial	MetLife
AXA Equitable	New York Life
Colonial	Security Benefit
Great American	Security First
Lincoln Investments	Siracusa

**Note 14. Compensated Absences**

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

School District employees are granted varying amount of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School 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 School District for the unused sick leave in accordance with School Districts’ agreements with the various employee unions.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 14. Compensated Absences (continued)**

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2017, the liability for compensated absences reported on the government-wide and on the proprietary fund Statement of Net Position was \$4,418,182 and \$-0-, respectively.

**Note 15. 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.

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 16. Commitments**

The School District has contractual commitments at June 30, 2017 to various vendors, which are recorded in the general fund as assigned to other purposes in the amount of \$850,794.

**Note 17. Operating Leases**

The School District has commitments to lease copiers under operating leases for 5 years. Total lease payments made during the year ended June 30, 2018 amounted to \$96,476. Future minimum lease payments are as follows:

Fiscal Year Ending <u>June 30,</u>	
2019	\$ 114,634
2020	113,956
2021	45,237
2022	45,237
2023	<u>45,237</u>
Total Minimum Lease Payments	<u>\$ 364,301</u>

## LAKWOOD TOWNSHIP SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

#### Note 18. Fund Balances

**General Fund** – Of the \$(10,113,835) General Fund fund balance at June 30, 2018, \$960,319 has been assigned to other purposes and \$(11,074,154) has been unassigned.

**Special Revenue Fund** – Of the \$(3,185,605) General Fund fund balance at June 30, 2018, \$(3,185,605) has been unassigned.

**Capital Projects Fund** – Of the \$129,519 Capital Projects Fund fund balance at June 30, 2018, \$129,519 is restricted for future capital projects approved by the School District.

**Debt Service Fund** – Of the \$7,659 Debt Service Fund fund balance at June 30, 2018, \$7,659 is restricted for future debt service payments.

#### Note 19. Deficit Fund Balances

The School District has a deficit fund balance of \$11,074,154 in the General Fund and \$3,185,605 in the Special Revenue Fund as of June 30, 2018 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General and Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties; however, unless the State of New Jersey budgets the delayed payments in future years, the District may also report fund deficits in the future.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the fund statements (modified accrual basis) of \$11,074,154 in the General Fund and \$3,185,605 in the Special Revenue Fund are more than the delayed state aid payments as of June 30, 2018.

The general fund deficit represents \$7,974,113 as a result of a delay in state aid payments and \$3,100,041 as a deficit in operations. The special revenue fund deficit represents \$3,185,605 as a result of prior year disallowed grant expenditures.

#### Note 20. Deficit in Net Position

**Unrestricted Net Position** – The School District governmental activities had a deficit in unrestricted net position in the amount of \$57,339,083 at June 30, 2018. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments, the recording of the net pension liability for the Public Employee's Retirement System (PERS) and the recording of State Aid Advance Loans Payable as of June 30, 2018.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 21. Lakewood Student Transportation Authority**

On August 9, 2016 the State of New Jersey adopted Chapter 22, Public Law 2016, which established a three-year nonpublic school pupil transportation pilot program in the Lakewood Township School District. In accordance with this statute, the Lakewood Township School District (“the District”) is to provide funding to a consortium of nonpublic schools, known as the Lakewood Student Transportation Authority (“LSTA”), which will assume responsibility for the district’s mandated nonpublic school busing. If, after providing the mandated pupil transportation, any funds remain unspent, the LSTA, as it deems appropriate, may provide courtesy busing to pupils who are residents of the district and are attending the nonpublic schools of the consortium. The LSTA shall refund annually to the District, after completion of the school year, any unexpended funds received pursuant to the pilot program.

**Note 22. Restatement of Prior Period Net Position**

The School District restated its net position as of June 30, 2017 as a result of prior period adjustments as noted below. The cumulative effect on the financial statements as reported for June 30, 2017 is as follows:

	<b>Governmental Activities</b>
Beginning Net Position as Previously Reported at June 30, 2017	\$ (34,309,119)
Prior Period Adjustment(s):	
Registered Audit Recovery (Understated)	\$ (1,112,698)
Deferred Pension Obligations (Understated)	<u>(76,385)</u>
Total Prior Period Adjustments	<u>(1,189,083)</u>
Net Position as Restated, July 1, 2017	<u>\$ (35,498,202)</u>

**Note 23. Subsequent Events**

The District has evaluated events subsequent to June 30, 2018 and has noted the following:

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 and February 21, 2019, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements. The following items have come to the attention of the School District that would require disclosure:

- The Board has entered into a loan agreement with the State of New Jersey in the amount of \$28,182,090 pursuant to N.J.S.A. 18A:7A-56 in the form of an advancement of state aid to provide funds to eliminate a portion of the unassigned budgetary fund deficit in the General Fund and balance the 2018-2019 fiscal year operating budget. The advance State aid payments will be repaid by the school district through automatic reductions in the State aid provided to the school

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2018 (continued)**

**Note 23. Subsequent Events (continued)**

district in subsequent years over a period of ten (10) years. At any time during the term of the repayment, the State Treasurer, in consultation with the Commissioner of Education, may determine to impose interest on the unpaid balance. The State Treasurer has not imposed interest on this loan.

- On July 13, 2018, the New Jersey Department of Education notified the Lakewood Township School District that State Aid for the 2018-2019 year will be reduced in the amount of \$1,566,821. Management has determined that as the district is in a deficit there are no funds available for Budgeted Fund Balance and that reducing appropriations will preclude the district from providing a thorough and efficient education for all students. Therefore, the District has requested Emergency Aid in the amount of \$1,566,821, equal to the amount of reduced state aid for the 2018-2019.

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**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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### C. Budgetary Comparison Schedules

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**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
<b>Revenues:</b>					
<b>Local Sources:</b>					
Local Tax Levy	\$ 96,961,999	\$ -	\$ 96,961,999	\$ 96,961,999	\$ -
Rents and Royalties	20,000	-	20,000	3,079	(16,921)
Miscellaneous	1,532,556	-	1,532,556	1,650,263	117,707
Other Restricted Miscellaneous	84,000	-	84,000	84,000	-
<b>Total Local Sources</b>	<b>98,598,555</b>	<b>-</b>	<b>98,598,555</b>	<b>98,699,341</b>	<b>100,786</b>
<b>State Sources:</b>					
Categorical Special Education Aid	3,053,082	102,433	3,155,515	3,155,515	-
Equalization Aid	15,070,904	-	15,070,904	15,070,904	-
Categorical Security Aid	2,186,868	-	2,186,868	2,186,868	-
Categorical Transportation Aid	4,199,793	-	4,199,793	4,199,793	-
PARCC Readiness Aid	58,370	-	58,370	58,370	-
Per Pupil Growth Aid	58,370	-	58,370	58,370	-
Professional Learning Community Aid	63,220	-	63,220	63,220	-
Extraordinary Aid	5,200,000	325,414	5,525,414	5,546,891	21,477
Nonpublic Transportation Aid	3,715,770	2,138,500	5,854,270	5,854,270	-
Lead Testing for Schools Aid	-	-	-	5,460	5,460
DOE Loan Against State Aid	8,522,678	-	8,522,678	8,522,678	-
<b>Nonbudgeted:</b>					
<b>On-Behalf TPAF:</b>					
Post-Retirement Medical Contributions	-	-	-	3,115,635	3,115,635
Normal Pension Contributions	-	-	-	4,823,869	4,823,869
Long-Term Disability Insurance	-	-	-	14,307	14,307
Reimbursed TPAF Social Security Contributions	-	-	-	2,444,456	2,444,456
<b>Total State Sources</b>	<b>42,129,055</b>	<b>2,566,347</b>	<b>44,695,402</b>	<b>55,120,606</b>	<b>10,425,204</b>
<b>Federal Sources:</b>					
Medicaid Reimbursement	820,831	-	820,831	1,255,292	434,461
<b>Total Federal Services</b>	<b>820,831</b>	<b>-</b>	<b>820,831</b>	<b>1,255,292</b>	<b>434,461</b>
<b>Total Revenues</b>	<b>\$ 141,548,441</b>	<b>\$ 2,566,347</b>	<b>\$ 144,114,788</b>	<b>\$ 155,075,239</b>	<b>\$ 10,960,451</b>
<b>Expenditures:</b>					
<b>Current Expense:</b>					
<b>Instruction - Regular Programs:</b>					
<b>Salaries of Teachers:</b>					
Preschool/Kindergarten	\$ 939,466	\$ (106,995)	\$ 832,471	\$ 832,471	\$ -
Grades 1 - 5	6,664,899	(373,737)	6,291,162	6,291,162	-
Grades 6 - 8	3,137,626	5,275	3,142,901	3,142,901	-
Grades 9 - 12	4,206,460	(430,377)	3,776,083	3,761,866	14,217
<b>Regular Programs - Home Instruction:</b>					
Salaries of Teachers	80,000	47,465	127,465	127,465	-
Purchased Professional/Educational Services	250,000	(119,045)	130,955	112,705	18,250
Other Purchased Services	5,460	110	5,570	5,570	-
<b>Regular Programs - Undistributed Instruction:</b>					
Other Salaries for Instruction	610,655	(93,102)	517,553	517,553	-
Purchased Professional/ Educational Services	1,157,040	167,617	1,324,657	1,322,253	2,404
Purchased Technical Services	950	(150)	800	800	-
Other Purchased Services	303,223	(46,752)	256,471	238,769	17,702
General Supplies	1,022,289	(309,622)	712,667	707,147	5,520
Textbooks	610,128	(81,681)	528,447	525,939	2,508

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	JUNE 30, 2018			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Regular Programs - Undistributed Instruction (continued):					
Other Objects	14,900	(9,943)	4,957	425	4,532
Total Regular Programs - Instruction	19,003,096	(1,350,937)	17,652,159	17,587,026	65,133
Learning and/or Language Disabilities:					
Salaries of Teachers	1,142,046	48,141	1,190,187	1,190,187	-
Other Salaries for Instruction	619,117	58,235	677,352	677,352	-
General Supplies	18,103	3,185	21,288	21,288	-
Total Learning and/or Language Disabilities	1,779,266	109,561	1,888,827	1,888,827	-
Behavioral Disabilities:					
Salaries of Teachers	54,991	(54,991)	-	-	-
Total Behavioral Disabilities	54,991	(54,991)	-	-	-
Multiple Disabilities:					
Salaries of Teachers	636,216	(20,414)	615,802	615,802	-
Other Salaries for Instruction	200,693	11,211	211,904	211,904	-
General Supplies	8,090	10,028	18,118	18,118	-
Total Multiple Disabilities	844,999	825	845,824	845,824	-
Resource Room:					
Salaries of Teachers	2,390,289	431,649	2,821,938	2,821,938	-
Other Salaries for Instruction	-	59,026	59,026	59,026	-
General Supplies	11,654	19,419	31,073	31,073	-
Total Resource Room	2,401,943	510,094	2,912,037	2,912,037	-
Autism:					
Salaries of Teachers	271,065	(76,356)	194,709	194,709	-
Other Salaries for Instruction	82,412	3,239	85,651	85,651	-
General Supplies	2,930	4,416	7,346	7,346	-
Total Autism	356,407	(68,701)	287,706	287,706	-
Preschool Disabilities - Full Time:					
Salaries of Teachers	1,232,086	(45,723)	1,186,363	1,186,363	-
Other Salaries for Instruction	428,250	163,713	591,963	591,963	-
General Supplies	10,500	4,150	14,650	14,099	551
Total Preschool Handicapped - Full Time	1,670,836	122,140	1,792,976	1,792,425	551
Total Special Education	7,108,442	618,928	7,727,370	7,726,819	551
Basic Skills/Remedial:					
Salaries of Teachers	883,938	(55,635)	828,303	828,303	-
Total Basic Skills/Remedial	883,938	(55,635)	828,303	828,303	-

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
Bilingual Education:					
Salaries of Teachers	3,165,039	(228,628)	2,936,411	2,936,411	-
Other Purchased Services	182,847	22,889	205,736	205,736	-
General Supplies	52,941	(52,941)	-	-	-
<b>Total Bilingual Education</b>	<b>3,400,827</b>	<b>(258,680)</b>	<b>3,142,147</b>	<b>3,142,147</b>	<b>-</b>
School Sponsored Cocurricular Activities:					
Salaries	163,000	(67,886)	95,114	95,114	-
Purchased Services	10,000	(8,740)	1,260	1,260	-
Supplies and Materials	24,700	(3,931)	20,769	20,769	-
<b>Total School Sponsored Cocurricular Activities</b>	<b>197,700</b>	<b>(80,557)</b>	<b>117,143</b>	<b>117,143</b>	<b>-</b>
School Sponsored Athletics - Instruction:					
Salaries	133,866	50,567	184,433	184,433	-
Purchased Services	48,530	(28,050)	20,480	20,480	-
Supplies and Materials	5,000	9,041	14,041	14,041	-
Other Objects	-	12,915	12,915	12,915	-
<b>Total School Sponsored Athletics - Instruction</b>	<b>187,396</b>	<b>44,473</b>	<b>231,869</b>	<b>231,869</b>	<b>-</b>
Before/After School Programs:					
Salaries	-	104,178	104,178	104,178	-
Teacher Tutoring	-	6,595	6,595	6,595	-
<b>Total Before/After School Programs</b>	<b>-</b>	<b>110,773</b>	<b>110,773</b>	<b>110,773</b>	<b>-</b>
Summer School - Instruction:					
Salaries	679,251	24,647	703,898	703,898	-
Salaries of Principals & Assistant Principals	270,000	33,247	303,247	303,247	-
Supplies & Materials	1,000	(1,000)	-	-	-
<b>Total Summer School - Instruction</b>	<b>950,251</b>	<b>56,894</b>	<b>1,007,145</b>	<b>1,007,145</b>	<b>-</b>
Summer School - Support Services:					
Salaries	-	17,125	17,125	17,125	-
<b>Total Summer School - Support Services</b>	<b>-</b>	<b>17,125</b>	<b>17,125</b>	<b>17,125</b>	<b>-</b>
Alternative Education Program - Instruction:					
Salaries	60,000	(28,270)	31,730	31,730	-
Other Salaries for Instruction	30,000	(21,270)	8,730	8,730	-
General Supplies	25,000	8,040	33,040	33,040	-
<b>Total Alternative Education Program - Instruction</b>	<b>115,000</b>	<b>(41,500)</b>	<b>73,500</b>	<b>73,500</b>	<b>-</b>
Community Services Programs/Operations:					
Salaries	1,000	3,165	4,165	4,165	-
<b>Total Community Services Programs/Operations</b>	<b>1,000</b>	<b>3,165</b>	<b>4,165</b>	<b>4,165</b>	<b>-</b>
<b>Total - Instruction</b>	<b>31,847,650</b>	<b>(935,951)</b>	<b>30,911,699</b>	<b>30,846,015</b>	<b>65,684</b>

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's - State Regular	198,112	238,211	436,323	436,323	-
Tuition to Other LEA's - State Special	158,502	(144,295)	14,207	14,207	-
Tuition to County Vocational School District - Regular	67,200	(477)	66,723	66,723	-
Tuition to CSSD & Regional Day School	694,720	(133,439)	561,281	561,281	-
Tuition to Private Schools for the Handicapped - State	28,650,939	743,759	29,394,698	29,305,180	89,518
Tuition to Private Schools for the Handicapped - Out of State	184,900	409,075	593,975	593,975	-
Tuition - State Facilities	161,900	11,805	173,705	157,515	16,190
Tuition - Other	1,847,480	399,588	2,247,068	2,178,736	68,332
<b>Total Undistributed Expenditures - Instruction</b>	<b>31,963,753</b>	<b>1,524,227</b>	<b>33,487,980</b>	<b>33,313,940</b>	<b>174,040</b>
Attendance & Social Work Services:					
Salaries	200,730	(524)	200,206	200,206	-
Salaries of Family Liaisons & Comm. Parent Inv. Specialists	47,779	3,128	50,907	50,907	-
Supplies and Materials	491	(491)	-	-	-
<b>Total Attendance &amp; Social Work Services</b>	<b>249,000</b>	<b>2,113</b>	<b>251,113</b>	<b>251,113</b>	<b>-</b>
Health Services:					
Salaries	451,202	(46,993)	404,209	404,209	-
Purchased Professional & Technical Services	34,000	85,599	119,599	77,380	42,219
Supplies and Materials	19,075	(7,066)	12,009	11,979	30
<b>Total Health Services</b>	<b>504,277</b>	<b>31,540</b>	<b>535,817</b>	<b>493,568</b>	<b>42,249</b>
Speech, OT, PT and Related Services:					
Salaries	2,100,830	21,120	2,121,950	2,121,950	-
Purchased Educational Services	1,124,241	794,230	1,918,471	1,831,959	86,512
Supplies and Materials	70,000	(1,451)	68,549	67,697	852
<b>Total Speech, OT, PT and Related Services</b>	<b>3,295,071</b>	<b>813,899</b>	<b>4,108,970</b>	<b>4,021,606</b>	<b>87,364</b>
Other Support Services - Students - Extra Services:					
Other Salaries for Instruction	1,216,926	274,080	1,491,006	1,491,006	-
Purchased Professional/Educational Services	1,300,000	(376,273)	923,727	839,385	84,342
<b>Total Other Support Services - Students - Extra Services</b>	<b>2,516,926</b>	<b>(102,193)</b>	<b>2,414,733</b>	<b>2,330,391</b>	<b>84,342</b>
Guidance:					
Salaries of Other Professional Staff	832,708	(34,281)	798,427	798,427	-
Salaries of Secretarial & Clerical Assistants	137,011	(4,728)	132,283	132,283	-
Other Salaries	77,083	(23,902)	53,181	53,180	1
Purchased Professional/Educational Services	3,400	(3,400)	-	-	-
Purchased Technical Services	23,642	(18,217)	5,425	5,425	-
Other Purchased Services	60,000	(1,434)	58,566	58,566	-
Supplies and Materials	4,047	(1,012)	3,035	3,035	-
Other Objects	2,850	-	2,850	2,850	-
<b>Total Guidance</b>	<b>1,140,741</b>	<b>(86,974)</b>	<b>1,053,767</b>	<b>1,053,766</b>	<b>1</b>



**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
Child Study Team:					
Salaries of Other Professional Staff	1,776,711	175,040	1,951,751	1,951,751	-
Salaries of Secretarial & Clerical Assistants	193,990	31,301	225,291	225,291	-
Other Salaries	21,400	(21,400)	-	-	-
Purchased Professional/Educational Services	255,450	67,981	323,431	291,683	31,748
Purchased Professional/Technical Services	381,000	(43,036)	337,964	325,704	12,260
Other Purchased Services	25,000	(25,000)	-	-	-
Residential Costs	150,000	(119,356)	30,644	30,644	-
Miscellaneous Purchased Services	1,000	19,771	20,771	20,750	21
Supplies and Materials	80,840	(21,547)	59,293	59,293	-
Other Objects	3,000	(2,725)	275	275	-
<b>Total Child Study Team</b>	<b>2,888,391</b>	<b>61,029</b>	<b>2,949,420</b>	<b>2,905,391</b>	<b>44,029</b>
Improvement of Instruction Services/Other Support Services - Instruction Staff:					
Salaries of Supervisors of Instruction	804,463	41,779	846,242	846,242	-
Salaries of Other Professional Staff	302,957	(302,957)	-	-	-
Salaries of Secretarial & Clerical Assistants	33,300	(11,486)	21,814	21,814	-
Salaries of Facilitators, Math & Literacy	38,293	388,725	427,018	427,018	-
Purchased Professional/Educational Services	1,560	15,690	17,250	17,250	-
Other Purchased Services	250	(250)	-	-	-
Supplies and Materials	2,000	(484)	1,516	1,516	-
Other Objects	27,940	(4,980)	22,960	22,960	-
<b>Total Improvement of Instruction Services/Other Support Services Instructional Staff</b>	<b>1,210,763</b>	<b>126,037</b>	<b>1,336,800</b>	<b>1,336,800</b>	<b>-</b>
Educational Media Services/School Library:					
Salaries	222,518	64,526	287,044	287,044	-
Supplies and Materials	25,000	936	25,936	25,936	-
<b>Total Educational Media Services/School Library</b>	<b>247,518</b>	<b>65,462</b>	<b>312,980</b>	<b>312,980</b>	<b>-</b>
Instructional Staff Training Services:					
Salaries of Other Professional Staff	1,880	2,880	4,760	4,760	-
Purchased Professional/Educational Services	102,793	(12,525)	90,268	89,317	951
Other Purchased Services	3,015	(1,796)	1,219	1,069	150
Supplies and Materials	1,000	(1,000)	-	-	-
<b>Total Instructional Staff Training Services</b>	<b>108,688</b>	<b>(12,441)</b>	<b>96,247</b>	<b>95,146</b>	<b>1,101</b>
Support Services General Administration:					
Salaries	295,971	57,346	353,317	353,317	-
Salaries of State Monitors	288,288	(117,792)	170,496	170,496	-
Legal Services	666,000	92,148	758,148	758,148	-
Audit Fees	80,000	-	80,000	80,000	-
Architectural/Engineering Fees	18,500	(13,500)	5,000	2,000	3,000
Other Purchased Professional Services	3,660	82,791	86,451	56,651	29,800
Telephone/Communications	325,000	9,590	334,590	334,590	-
BOE Other Purchased Services	7,888	(3,303)	4,585	4,585	-
Other Purchased Services	35,152	(16,054)	19,098	19,028	70
General Supplies	15,043	3,931	18,974	18,974	-
BOE In-House Training/Meeting Supplies	4,068	532	4,600	4,386	214
Judgments Against School District	650,045	(529,737)	120,308	120,308	-
Miscellaneous Expenditures	10,500	(4,167)	6,333	6,333	-

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
Support Services General Administration (continued):					
BOE Membership Dues & Fees	28,775	(1,512)	27,263	27,263	-
Total Support Services General Administration	2,428,890	(439,727)	1,989,163	1,956,079	33,084
Support Services School Administration:					
Salaries of Principals&Assistant Principals	2,184,584	(15,172)	2,169,412	2,169,412	-
Salaries of Secretarial & Clerical Assistants	819,634	16,231	835,865	835,865	-
Other Purchased Services	11,230	(11,230)	-	-	-
Supplies and Materials	52,881	(17,114)	35,767	35,697	70
Total Support Services School Administration	3,068,329	(27,285)	3,041,044	3,040,974	70
Central Services:					
Salaries	1,008,930	(148,484)	860,446	851,090	9,356
Purchased Technical Services	95,320	16,360	111,680	90,880	20,800
Other Purchased Services	45,310	8,663	53,973	53,973	-
Supplies and Materials	27,500	(1,319)	26,181	26,112	69
Interest on Lease Purchase Agreements	9,024	59,905	68,929	68,929	-
Other Objects	6,000	407	6,407	6,407	-
Total Central Services	1,192,084	(64,468)	1,127,616	1,097,391	30,225
Administrative Information Technology:					
Salaries	361,653	89,548	451,201	435,183	16,018
Other Salaries	5,000	(5,000)	-	-	-
Purchased Professional Services	325,000	8,654	333,654	333,325	329
Other Purchased Services	55,000	(2,732)	52,268	50,603	1,665
Supplies and Materials	45,000	13,460	58,460	58,460	-
Total Administrative Information Technology	791,653	103,930	895,583	877,571	18,012
Allowable Maintenance for School Facilities:					
Salaries	54,297	6,753	61,050	61,050	-
Cleaning, Repair & Maintenance Services	1,272,769	(55,878)	1,216,891	1,182,733	34,158
Supplies and Materials	234,000	25,899	259,899	237,845	22,054
Other Objects	19,000	(10,256)	8,744	8,551	193
Total Allowable Maintenance for School Facilities	1,580,066	(33,482)	1,546,584	1,490,179	56,405
Custodial Services:					
Salaries	120,009	7,337	127,346	127,346	-
Purchased Professional&Technical Services	35,300	(776)	34,524	21,680	12,844
Cleaning, Repair & Maintenance Services	1,733,592	(38,563)	1,695,029	1,695,029	-
Rental of Land & Buildings Other Than Lease	528,424	(39,165)	489,259	489,259	-
Other Purchased Property Services	350,000	(37,063)	312,937	312,937	-
Insurance	816,125	(73,455)	742,670	742,670	-
Miscellaneous Purchased Services	26,226	(10,375)	15,851	9,370	6,481
General Supplies	170,000	42,439	212,439	202,436	10,003
Energy (Natural Gas)	399,900	(121,219)	278,681	278,681	-
Energy (Electricity)	858,067	(38,216)	819,851	819,851	-
Energy (Oil)	69,152	(61,368)	7,784	7,784	-
Total Custodial Services	5,106,795	(370,424)	4,736,371	4,707,043	29,328

**LAKESWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
<b>Care &amp; Upkeep of Grounds:</b>					
Cleaning, Repair & Maintenance Services	326,194	(65,379)	260,815	255,715	5,100
General Supplies	81,000	(56,553)	24,447	21,851	2,596
<b>Total Care and Upkeep of Grounds</b>	<b>407,194</b>	<b>(121,932)</b>	<b>285,262</b>	<b>277,566</b>	<b>7,696</b>
<b>Security:</b>					
Salaries	618,433	(21,835)	596,598	596,598	-
Purchased Professional & Technical Services	350	(350)	-	-	-
Cleaning, Repair & Maintenance Services	8,200	(8,200)	-	-	-
General Supplies	50,000	(50,000)	-	-	-
Other Objects	1,500	43,584	45,084	45,084	-
<b>Total Security</b>	<b>678,483</b>	<b>(36,801)</b>	<b>641,682</b>	<b>641,682</b>	<b>-</b>
<b>Student Transportation Services:</b>					
Salaries for Non-Instructional Aids	513,955	(1,858)	512,097	512,097	-
Salaries for Pupil Transportation (Between Home & School) - Regular	2,129,822	(419,373)	1,710,449	1,710,449	-
Salaries for Pupil Transportation (Between Home & School) - Special Education	-	697,986	697,986	697,986	-
Salaries for Pupil Transportation (Between Home & School) - NonPublic Schools	260,640	(260,640)	-	-	-
Management Fee - ESC's & CTSA Trans. Program	42,000	(42,000)	-	-	-
Other Purchased Prof. & Tech. Services	96,000	36,645	132,645	115,645	17,000
Cleaning, Repair & Maintenance Services	160,700	138,232	298,932	242,096	56,836
Lease Purchase Payments - School Buses	349,862	300,682	650,544	650,544	-
Contracted Services (Between Home & School) - Vendors	19,479,420	1,892,614	21,372,034	21,363,956	8,078
Contracted Services (Other Than Between Home & School) - Vendors	114,042	73,146	187,188	187,188	-
Contracted Services (Special Education) - Vendors	2,650,000	(627,963)	2,022,037	2,022,037	-
Contracted Services (Special Ed.) - Joint Agreements	58,016	(16,663)	41,353	41,353	-
Contracted Services (Special Ed.) - ESC's & CTSA	1,417,500	335,520	1,753,020	1,753,020	-
Contracted Services (Aid in Lieu of Payments) - Nonpublic Schools	100,000	(53,811)	46,189	41,189	5,000
Miscellaneous Purchased Services - Transportation	4,000	333	4,333	4,333	-
General Supplies	14,000	(12,998)	1,002	1,002	-
Transportation Supplies	244,025	148,041	392,066	387,114	4,952
Miscellaneous Expenditures	14,100	1,696	15,796	13,550	2,246
<b>Total Student Transportation Services</b>	<b>27,648,082</b>	<b>2,189,589</b>	<b>29,837,671</b>	<b>29,743,559</b>	<b>94,112</b>
<b>Unallocated Benefits Employee Benefits:</b>					
Social Security	1,172,608	(135,366)	1,037,242	1,030,784	6,458
PERS Contributions	906,304	(84,180)	822,124	818,046	4,078
Unemployment Compensation	263,805	13,370	277,175	-	277,175
Workmen's Compensation	1,051,540	(212,757)	838,783	821,779	17,004
Health Benefits	18,924,110	347,575	19,271,685	19,051,383	220,302
Tuition Reimbursements	60,000	14,224	74,224	74,224	-
Other Employee Benefits	175,000	(669)	174,331	174,331	-
<b>Total Unallocated Benefits - Employee Benefits</b>	<b>22,553,367</b>	<b>(57,803)</b>	<b>22,495,564</b>	<b>21,970,547</b>	<b>525,017</b>

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
Nonbudgeted:					
On-Behalf TPAF:					
Post-Retirement Medical Contributions	-	-	-	3,115,635	(3,115,635)
Normal Pension Contributions	-	-	-	4,823,869	(4,823,869)
Long-Term Disability Insurance	-	-	-	14,307	(14,307)
Reimbursed TPAF Social Security Contributions	-	-	-	2,444,456	(2,444,456)
Total Undistributed Expenditures	109,580,071	3,564,296	113,144,367	122,315,559	(9,171,192)
Total Expenditures - Current Expense	141,427,721	2,628,345	144,056,066	153,161,574	(9,105,508)
Capital Outlay:					
Equipment:					
Regular Programs - Instruction:					
Grades 1 - 5	52,965	(27,934)	25,031	25,031	-
Grades 6 - 8	25,650	(25,650)	-	-	-
Grades 9 - 12	5,890	(5,890)	-	-	-
Undistributed Expenditures:					
Care and Upkeep of Grounds	-	6,200	6,200	6,200	-
Student Transportation:					
School Bus - Regular	-	597,263	597,263	227,420	369,843
School Bus - Special	-	411,766	411,766	288,312	123,454
Total Equipment	84,505	955,755	1,040,260	546,963	493,297
Facilities Acquisition & Construction Services:					
Other Purchased Professional/ Architectural/Engineering Services	-	9,800	9,800	9,800	-
Construction Services	-	18,573	18,573	-	18,573
Assessment for Debt Service on SDA Funding	639	64	703	639	64
Total Facilities Acquisition & Construction Services	639	28,437	29,076	10,439	18,637
Assets Acquired Under Capital Leases (Non-Budgeted):					
Capital Leases (Non-Budgeted)	-	-	-	493,297	(493,297)
Total Assets Acquired Under Capital Leases (Non-Budgeted)	-	-	-	493,297	(493,297)
Total Capital Outlay	85,144	984,192	1,069,336	1,050,699	18,637
Total Expenditures	141,512,865	3,612,537	145,125,402	154,212,273	(9,086,871)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources(Uses)	35,576	(1,046,190)	(1,010,614)	862,966	1,873,580

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL 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	
Other Financing Sources/(Uses):					
Operating Transfers In:					
Contrib. to Whole School Reform - General Fund	29,548,312	(1,207,069)	28,341,243	28,323,439	(17,804)
Contrib. to Whole School Reform - Special Revenue Fund	1,906,675	223,016	2,129,691	2,125,176	(4,515)
Transfer from Other Funds	-	148,186	148,186	-	(148,186)
Capital Leases (Non-Budgeted)	-	-	-	493,297	493,297
Operating Transfers Out:					
Charter Schools	(1,942,251)	(175,806)	(2,118,057)	(2,118,057)	-
Contribution to Whole School Reform	(29,548,312)	1,207,069	(28,341,243)	(28,323,439)	17,804
Total Other Financing Sources/(Uses)	(35,576)	195,396	159,820	500,416	340,596
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures	-	(850,794)	(850,794)	1,363,382	2,214,176
Fund Balances, July 1	(3,503,104)	-	(3,503,104)	(3,503,104)	-
Fund Balances, June 30	\$ (3,503,104)	\$ (850,794)	\$ (4,353,898)	\$ (2,139,722)	\$ 2,214,176

RECAPITULATION OF BUDGET TRANSFERS:

Prior Year Encumbrances	\$ 850,794
Total	<u>\$ 850,794</u>

RECAPITULATION OF FUND BALANCE:

Assigned Fund Balance:	
Year-End Encumbrances	\$ 960,319
Unassigned Fund Balance	<u>(3,100,041)</u>
Subtotal	<u>(2,139,722)</u>
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	\$ (2,427,222)
Extraordinary Aid Not Recognized on GAAP Basis	<u>(5,546,891)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ (10,113,835)</u>

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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
<b>Revenues:</b>												
<b>Local Sources:</b>												
Local Tax Levy	\$ 96,961,999	\$ -	\$ 96,961,999	\$ -	\$ -	\$ 96,961,999	\$ 96,961,999	\$ -	\$ 96,961,999	\$ 96,961,999	\$ -	\$ 96,961,999
Rents and Royalties	20,000	-	20,000	-	-	20,000	20,000	-	20,000	3,079	-	3,079
Miscellaneous	1,532,556	-	1,532,556	-	-	1,532,556	1,532,556	-	1,532,556	1,650,263	-	1,650,263
Other Restricted Miscellaneous	84,000	-	84,000	-	-	84,000	84,000	-	84,000	84,000	-	84,000
<b>Total Local Sources</b>	<b>98,598,555</b>	<b>-</b>	<b>98,598,555</b>	<b>-</b>	<b>-</b>	<b>98,598,555</b>	<b>98,598,555</b>	<b>-</b>	<b>98,598,555</b>	<b>98,699,341</b>	<b>-</b>	<b>98,699,341</b>
<b>State Sources:</b>												
Categorical Special Education Aid	3,053,082	-	3,053,082	102,433	-	102,433	3,155,515	-	3,155,515	3,155,515	-	3,155,515
Equalization Aid	15,070,904	-	15,070,904	-	-	15,070,904	15,070,904	-	15,070,904	15,070,904	-	15,070,904
Categorical Security Aid	2,186,868	-	2,186,868	-	-	2,186,868	2,186,868	-	2,186,868	2,186,868	-	2,186,868
Categorical Transportation Aid	4,199,793	-	4,199,793	-	-	4,199,793	4,199,793	-	4,199,793	4,199,793	-	4,199,793
PARCC Readiness Aid	58,370	-	58,370	-	-	58,370	58,370	-	58,370	58,370	-	58,370
Per Pupil Growth Aid	58,370	-	58,370	-	-	58,370	58,370	-	58,370	58,370	-	58,370
Professional Learning Community Aid	63,220	-	63,220	-	-	63,220	63,220	-	63,220	63,220	-	63,220
Extraordinary Aid	5,200,000	-	5,200,000	325,414	-	325,414	5,525,414	-	5,525,414	5,546,891	-	5,546,891
Nonpublic Transportation Aid	3,715,770	-	3,715,770	2,138,500	-	2,138,500	5,854,270	-	5,854,270	5,854,270	-	5,854,270
Lead Testing for Schools Aid	-	-	-	-	-	-	-	-	-	5,460	-	5,460
DOE Loan Against State Aid	-	-	-	-	-	-	-	-	-	8,522,678	-	8,522,678
Nonbudgeted:	8,522,678	-	8,522,678	-	-	8,522,678	8,522,678	-	8,522,678	8,522,678	-	8,522,678
<b>On-Behalf TPAF:</b>												
Post-Retirement Medical Contributions	-	-	-	-	-	-	-	-	-	3,115,635	-	3,115,635
Normal Pension Contributions	-	-	-	-	-	-	-	-	-	4,823,869	-	4,823,869
Long-Term Disability Insurance	-	-	-	-	-	-	-	-	-	14,307	-	14,307
Reimbursed TPAF Social Security Contributions	-	-	-	-	-	-	-	-	-	2,444,456	-	2,444,456
<b>Total State Sources</b>	<b>42,129,055</b>	<b>-</b>	<b>42,129,055</b>	<b>2,566,347</b>	<b>-</b>	<b>2,566,347</b>	<b>44,695,402</b>	<b>-</b>	<b>44,695,402</b>	<b>55,120,606</b>	<b>-</b>	<b>55,120,606</b>
<b>Federal Sources:</b>												
Medicaid Reimbursement	820,831	-	820,831	-	-	820,831	820,831	-	820,831	1,255,292	-	1,255,292
<b>Total Federal Sources</b>	<b>820,831</b>	<b>-</b>	<b>820,831</b>	<b>-</b>	<b>-</b>	<b>820,831</b>	<b>820,831</b>	<b>-</b>	<b>820,831</b>	<b>1,255,292</b>	<b>-</b>	<b>1,255,292</b>
<b>Total Revenues</b>	<b>\$ 141,548,441</b>	<b>\$ -</b>	<b>\$ 141,548,441</b>	<b>\$ 2,566,347</b>	<b>\$ -</b>	<b>\$ 2,566,347</b>	<b>\$ 144,114,788</b>	<b>\$ -</b>	<b>\$ 144,114,788</b>	<b>\$ 155,075,239</b>	<b>\$ -</b>	<b>\$ 155,075,239</b>
<b>Expenditures:</b>												
<b>Current Expense:</b>												
<b>Instruction - Regular Programs:</b>												
Salaries of Teachers:												
Preschool/Kindergarten	\$ -	\$ 939,466	\$ 939,466	\$ -	\$ (106,995)	\$ (106,995)	\$ (106,995)	\$ -	\$ 832,471	\$ -	\$ 832,471	\$ 832,471
Grades 1 - 5	-	6,664,899	6,664,899	-	(373,737)	(373,737)	(373,737)	-	6,291,162	-	6,291,162	6,291,162
Grades 6 - 8	48,040	3,089,586	3,137,626	(48,040)	53,315	5,275	5,275	-	3,142,901	-	3,142,901	3,142,901
Grades 9 - 12	1,300	4,205,160	4,206,460	(25)	(430,352)	(430,377)	(430,377)	1,275	3,774,808	1,275	3,766,083	3,766,083
Salaries of Teachers	80,000	-	80,000	47,465	-	47,465	47,465	-	127,465	127,465	-	127,465
Purchased Professional/Educational Services	250,000	-	250,000	(119,045)	-	(119,045)	(119,045)	-	130,955	130,955	-	130,955
Other Purchased Services	5,460	-	5,460	110	-	110	110	-	5,570	5,570	-	5,570
<b>Regular Programs - Home Instruction:</b>												
Other Salaries for Instruction	69,214	541,441	610,655	(55,582)	(37,520)	(93,102)	(93,102)	13,632	517,553	13,632	503,921	517,553
Purchased Professional/Educational Services	1,157,040	-	1,157,040	167,617	-	167,617	167,617	-	1,324,657	1,324,657	-	1,324,657
Purchased Technical Services	-	950	950	-	(150)	(150)	(150)	800	800	800	-	800
Other Purchased Services	250,000	53,223	303,223	(92,803)	46,051	(46,752)	(46,752)	157,197	99,274	154,031	84,738	238,769
General Supplies	81,000	941,289	1,022,289	(3,553)	(306,069)	(309,622)	(309,622)	77,447	635,220	74,629	632,518	712,667
Textbooks	498,296	111,832	610,128	(41,142)	(40,539)	(81,681)	(81,681)	457,154	528,447	457,154	68,785	525,939

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
Regular Programs - Undistributed Instruction (continued):	-	14,900	14,900	-	(9,943)	(9,943)	-	4,957	4,957	-	425	425
Other Objects	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Regular Programs - Instruction</b>	<b>2,440,350</b>	<b>16,562,746</b>	<b>19,003,096</b>	<b>(144,998)</b>	<b>(1,205,939)</b>	<b>(1,350,937)</b>	<b>2,295,352</b>	<b>15,356,807</b>	<b>17,652,159</b>	<b>2,268,714</b>	<b>15,318,312</b>	<b>17,587,026</b>
Learning and/or Language Disabilities:												
Salaries of Teachers	-	1,142,046	1,142,046	-	48,141	48,141	-	1,190,187	1,190,187	-	1,190,187	1,190,187
Other Salaries for Instruction	-	619,117	619,117	7,074	51,161	58,235	7,074	670,278	677,352	7,074	670,278	677,352
General Supplies	-	18,103	18,103	-	3,185	3,185	-	21,288	21,288	-	21,288	21,288
<b>Total Learning and/or Language Disabilities</b>	<b>-</b>	<b>1,779,266</b>	<b>1,779,266</b>	<b>7,074</b>	<b>102,487</b>	<b>109,561</b>	<b>7,074</b>	<b>1,881,753</b>	<b>1,888,827</b>	<b>7,074</b>	<b>1,881,753</b>	<b>1,888,827</b>
Auditory Impairments:												
Salaries of Teachers	-	54,991	54,991	-	(54,991)	(54,991)	-	-	-	-	-	-
<b>Total Auditory Impairment</b>	<b>-</b>	<b>54,991</b>	<b>54,991</b>	<b>-</b>	<b>(54,991)</b>	<b>(54,991)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Multiple Disabilities:												
Salaries of Teachers	-	636,216	636,216	-	(20,414)	(20,414)	-	615,802	615,802	-	615,802	615,802
Other Salaries for Instruction	8,000	192,693	200,693	(8,000)	19,211	11,211	-	211,904	211,904	-	211,904	211,904
General Supplies	-	8,090	8,090	-	10,028	10,028	-	18,118	18,118	-	18,118	18,118
<b>Total Multiple Disabilities</b>	<b>8,000</b>	<b>836,999</b>	<b>844,999</b>	<b>(8,000)</b>	<b>8,825</b>	<b>825</b>	<b>-</b>	<b>845,824</b>	<b>845,824</b>	<b>-</b>	<b>845,824</b>	<b>845,824</b>
Resource Room:												
Salaries of Teachers	49,941	2,340,348	2,390,289	(49,941)	481,590	431,649	-	2,821,938	2,821,938	-	2,821,938	2,821,938
Other Salaries for Instruction	-	-	-	-	59,026	59,026	-	59,026	59,026	-	59,026	59,026
General Supplies	-	11,654	11,654	-	19,419	19,419	-	31,073	31,073	-	31,073	31,073
<b>Total Resource Room</b>	<b>49,941</b>	<b>2,352,002</b>	<b>2,401,943</b>	<b>(49,941)</b>	<b>560,035</b>	<b>510,094</b>	<b>-</b>	<b>2,912,037</b>	<b>2,912,037</b>	<b>-</b>	<b>2,912,037</b>	<b>2,912,037</b>
Autism:												
Salaries of Teachers	-	271,065	271,065	-	(76,356)	(76,356)	-	194,709	194,709	-	194,709	194,709
Other Salaries for Instruction	5,000	77,412	82,412	(1,451)	4,690	3,239	3,549	82,102	85,651	3,549	82,102	85,651
General Supplies	-	2,930	2,930	-	4,416	4,416	-	7,346	7,346	-	7,346	7,346
<b>Total Autism</b>	<b>5,000</b>	<b>351,407</b>	<b>356,407</b>	<b>(1,451)</b>	<b>(67,250)</b>	<b>(68,701)</b>	<b>3,549</b>	<b>284,157</b>	<b>287,706</b>	<b>3,549</b>	<b>284,157</b>	<b>287,706</b>
Preschool Disabilities - Full Time:												
Salaries of Teachers	1,232,086	-	1,232,086	(45,723)	-	(45,723)	1,186,363	-	1,186,363	1,186,363	-	1,186,363
Other Salaries for Instruction	428,250	-	428,250	163,713	-	163,713	591,963	-	591,963	591,963	-	591,963
General Supplies	10,500	-	10,500	4,150	-	4,150	14,650	-	14,650	14,650	-	14,650
<b>Total Preschool Handicapped - Full Time</b>	<b>1,670,836</b>	<b>-</b>	<b>1,670,836</b>	<b>122,140</b>	<b>-</b>	<b>122,140</b>	<b>1,792,976</b>	<b>-</b>	<b>1,792,976</b>	<b>1,792,425</b>	<b>-</b>	<b>1,792,425</b>
<b>Total Special Education</b>	<b>1,733,777</b>	<b>5,374,665</b>	<b>7,108,442</b>	<b>69,822</b>	<b>549,106</b>	<b>618,928</b>	<b>1,803,599</b>	<b>5,923,771</b>	<b>7,727,370</b>	<b>1,803,048</b>	<b>5,923,771</b>	<b>7,726,819</b>
Basic Skills/Remedial:												
Salaries of Teachers	-	883,938	883,938	-	(55,635)	(55,635)	-	828,303	828,303	-	828,303	828,303
<b>Total Basic Skills/Remedial</b>	<b>-</b>	<b>883,938</b>	<b>883,938</b>	<b>-</b>	<b>(55,635)</b>	<b>(55,635)</b>	<b>-</b>	<b>828,303</b>	<b>828,303</b>	<b>-</b>	<b>828,303</b>	<b>828,303</b>



**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
<b>Bilingual Education:</b>												
Salaries of Teachers	228,041	2,936,998	3,165,039	(190,365)	(38,263)	(228,628)	37,676	2,898,735	2,936,411	37,676	2,898,735	2,936,411
Other Purchased Services	-	182,847	182,847	-	22,889	22,889	-	205,736	205,736	-	205,736	205,736
General Supplies	-	52,941	52,941	-	(52,941)	(52,941)	-	-	-	-	-	-
<b>Total Bilingual Education</b>	<b>228,041</b>	<b>3,172,786</b>	<b>3,400,827</b>	<b>(190,365)</b>	<b>(68,315)</b>	<b>(258,680)</b>	<b>37,676</b>	<b>3,104,471</b>	<b>3,142,147</b>	<b>37,676</b>	<b>3,104,471</b>	<b>3,142,147</b>
<b>School Sponsored Cocurricular Activities:</b>												
Salaries	-	163,000	163,000	-	(67,886)	(67,886)	-	95,114	95,114	-	95,114	95,114
Purchased Services	10,000	-	10,000	(8,740)	-	(8,740)	1,260	-	1,260	1,260	-	1,260
Supplies and Materials	-	24,700	24,700	-	(3,931)	(3,931)	-	20,769	20,769	-	20,769	20,769
<b>Total School Sponsored Cocurricular Activities</b>	<b>10,000</b>	<b>187,700</b>	<b>197,700</b>	<b>(8,740)</b>	<b>(71,817)</b>	<b>(80,557)</b>	<b>1,260</b>	<b>115,883</b>	<b>117,143</b>	<b>1,260</b>	<b>115,883</b>	<b>117,143</b>
<b>School Sponsored Athletics - Instruction:</b>												
Salaries of Teachers	133,866	-	133,866	50,567	-	50,567	184,433	-	184,433	184,433	-	184,433
Purchased Services	48,530	-	48,530	(28,050)	-	(28,050)	20,480	-	20,480	20,480	-	20,480
Supplies and Materials	5,000	-	5,000	9,041	-	9,041	14,041	-	14,041	14,041	-	14,041
Other Objects	-	-	-	12,915	-	12,915	12,915	-	12,915	12,915	-	12,915
<b>Total School Sponsored Athletics - Instruction</b>	<b>187,396</b>	<b>-</b>	<b>187,396</b>	<b>44,473</b>	<b>-</b>	<b>44,473</b>	<b>231,869</b>	<b>-</b>	<b>231,869</b>	<b>231,869</b>	<b>-</b>	<b>231,869</b>
<b>Before/After School Programs:</b>												
Salaries of Teachers	-	-	-	-	104,178	104,178	-	104,178	104,178	-	104,178	104,178
Teacher Tutoring	-	-	-	-	6,595	6,595	-	6,595	6,595	-	6,595	6,595
<b>Total Before/After School Programs</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>110,773</b>	<b>110,773</b>	<b>-</b>	<b>110,773</b>	<b>110,773</b>	<b>-</b>	<b>110,773</b>	<b>110,773</b>
<b>Summer School - Instruction:</b>												
Salaries of Teachers	679,251	-	679,251	(88,318)	112,965	24,647	590,933	112,965	703,898	590,933	112,965	703,898
Other Salaries for Instruction	270,000	-	270,000	25,906	7,341	33,247	295,906	7,341	303,247	295,906	7,341	303,247
Supplies and Materials	1,000	-	1,000	(1,000)	-	(1,000)	-	-	-	-	-	-
<b>Total Summer School - Instruction</b>	<b>950,251</b>	<b>-</b>	<b>950,251</b>	<b>(63,412)</b>	<b>120,306</b>	<b>56,894</b>	<b>886,839</b>	<b>120,306</b>	<b>1,007,145</b>	<b>886,839</b>	<b>120,306</b>	<b>1,007,145</b>
<b>Summer School - Support Services:</b>												
Salaries	-	-	-	17,125	-	17,125	17,125	-	17,125	17,125	-	17,125
<b>Total Summer School - Support Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,125</b>	<b>-</b>	<b>17,125</b>	<b>17,125</b>	<b>-</b>	<b>17,125</b>	<b>17,125</b>	<b>-</b>	<b>17,125</b>
<b>Alternative Education Program - Instruction:</b>												
Salaries of Teachers	-	60,000	60,000	-	(28,270)	(28,270)	-	31,730	31,730	-	31,730	31,730
Other Salaries for Instruction	-	30,000	30,000	-	(21,270)	(21,270)	-	8,730	8,730	-	8,730	8,730
Salaries	-	25,000	25,000	-	8,040	8,040	-	33,040	33,040	-	33,040	33,040
<b>Total Alternative Education Program-Instruction</b>	<b>-</b>	<b>115,000</b>	<b>115,000</b>	<b>-</b>	<b>(41,500)</b>	<b>(41,500)</b>	<b>-</b>	<b>73,500</b>	<b>73,500</b>	<b>-</b>	<b>73,500</b>	<b>73,500</b>
<b>Community Services Programs/Operations:</b>												
Salaries	1,000	-	1,000	3,165	-	3,165	4,165	-	4,165	4,165	-	4,165
<b>Total Community Services Programs/Operations</b>	<b>1,000</b>	<b>-</b>	<b>1,000</b>	<b>3,165</b>	<b>-</b>	<b>3,165</b>	<b>4,165</b>	<b>-</b>	<b>4,165</b>	<b>4,165</b>	<b>-</b>	<b>4,165</b>
<b>Total - Instruction</b>	<b>5,550,815</b>	<b>26,296,835</b>	<b>31,847,650</b>	<b>(272,930)</b>	<b>(663,021)</b>	<b>(935,951)</b>	<b>5,277,885</b>	<b>25,633,814</b>	<b>30,911,699</b>	<b>5,250,696</b>	<b>25,595,319</b>	<b>30,846,015</b>

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
<b>Undistributed Expenditures:</b>												
<b>Instruction:</b>												
Tuition to Other LEA's - State Regular	198,112	-	198,112	238,211	-	238,211	436,323	-	436,323	436,323	-	436,323
Tuition to Other LEA's - State Special	158,502	-	158,502	(144,295)	-	(144,295)	14,207	-	14,207	14,207	-	14,207
Tuition to County Vocational School District - Regular	67,200	-	67,200	(477)	-	(477)	66,723	-	66,723	66,723	-	66,723
Tuition to CSSD & Regional Day School	694,720	-	694,720	(133,439)	-	(133,439)	561,281	-	561,281	561,281	-	561,281
Tuition to Private Schools for the Handicapped - State	28,650,939	-	28,650,939	743,759	-	743,759	29,394,698	-	29,394,698	29,305,180	-	29,305,180
Tuition to Private Schools for the Handicapped - Out of State	184,900	-	184,900	409,075	-	409,075	593,975	-	593,975	593,975	-	593,975
Tuition - State Facilities	161,900	-	161,900	11,805	-	11,805	173,705	-	173,705	157,515	-	157,515
Tuition - Other	1,847,480	-	1,847,480	399,588	-	399,588	2,247,068	-	2,247,068	2,178,736	-	2,178,736
<b>Total Undistributed Expenditures - Instruction</b>	<b>31,963,753</b>	<b>-</b>	<b>31,963,753</b>	<b>1,524,227</b>	<b>-</b>	<b>1,524,227</b>	<b>33,487,980</b>	<b>-</b>	<b>33,487,980</b>	<b>33,313,940</b>	<b>-</b>	<b>33,313,940</b>
<b>Attendance &amp; Social Work Services:</b>												
Salaries	80,065	120,665	200,730	8,406	(8,930)	(524)	88,471	111,735	200,206	88,471	111,735	200,206
Salaries of Family Liaisons & Comm. Parent Inv. Specialists	47,779	-	47,779	(4,832)	7,960	3,128	42,947	7,960	50,907	42,947	7,960	50,907
Supplies and Materials	-	491	491	-	(491)	(491)	-	-	-	-	-	-
<b>Total Attendance &amp; Social Work Services</b>	<b>127,844</b>	<b>121,156</b>	<b>249,000</b>	<b>3,574</b>	<b>(1,461)</b>	<b>2,113</b>	<b>131,418</b>	<b>119,695</b>	<b>251,113</b>	<b>131,418</b>	<b>119,695</b>	<b>251,113</b>
<b>Health Services:</b>												
Salaries	43,693	407,509	451,202	3,636	(50,629)	(46,993)	47,329	356,880	404,209	47,329	356,880	404,209
Purchased Professional & Technical Services	34,000	-	34,000	85,599	-	85,599	119,599	-	119,599	77,380	-	77,380
Supplies and Materials	1,500	17,575	19,075	(1,500)	(5,566)	(7,066)	-	12,009	12,009	-	12,009	11,979
<b>Total Health Services</b>	<b>79,193</b>	<b>425,084</b>	<b>504,277</b>	<b>87,735</b>	<b>(56,195)</b>	<b>31,540</b>	<b>166,928</b>	<b>368,889</b>	<b>535,817</b>	<b>124,709</b>	<b>368,889</b>	<b>493,568</b>
<b>Speech, OT, PT and Related Services:</b>												
Salaries	2,100,830	-	2,100,830	21,120	-	21,120	2,121,950	-	2,121,950	2,121,950	-	2,121,950
Purchased Educational Services	1,124,241	-	1,124,241	794,230	-	794,230	1,918,471	-	1,918,471	1,831,959	-	1,831,959
Supplies and Materials	70,000	-	70,000	(1,451)	-	(1,451)	68,549	-	68,549	67,697	-	67,697
<b>Total Speech, OT, PT and Related Services</b>	<b>3,295,071</b>	<b>-</b>	<b>3,295,071</b>	<b>813,899</b>	<b>-</b>	<b>813,899</b>	<b>4,108,970</b>	<b>-</b>	<b>4,108,970</b>	<b>4,021,606</b>	<b>-</b>	<b>4,021,606</b>
<b>Other Support Services - Students - Extra Services:</b>												
Other Salaries for Instruction	1,216,926	-	1,216,926	274,080	-	274,080	1,491,006	-	1,491,006	1,491,006	-	1,491,006
Purchased Professional/Educational Services	1,300,000	-	1,300,000	(376,273)	-	(376,273)	923,727	-	923,727	839,385	-	839,385
<b>Total Other Support Services - Students - Extra Services</b>	<b>2,516,926</b>	<b>-</b>	<b>2,516,926</b>	<b>(102,193)</b>	<b>-</b>	<b>(102,193)</b>	<b>2,414,733</b>	<b>-</b>	<b>2,414,733</b>	<b>2,330,391</b>	<b>-</b>	<b>2,330,391</b>
<b>Guidance:</b>												
Salaries of Other Professional Staff	-	832,708	832,708	-	(34,281)	(34,281)	-	798,427	798,427	-	798,427	798,427
Salaries of Secretarial & Clerical Assistants	-	137,011	137,011	-	(4,728)	(4,728)	-	132,283	132,283	-	132,283	132,283
Other Salaries	77,083	-	77,083	(23,902)	-	(23,902)	53,181	-	53,181	53,180	-	53,180
Purchased Professional/Educational Services	3,400	-	3,400	(3,400)	-	(3,400)	-	-	-	-	-	-
Purchased Technical Services	60,000	23,642	83,642	(18,217)	-	(18,217)	58,566	5,425	64,000	58,566	5,425	64,000
Other Purchased Services	-	4,047	4,047	(1,434)	-	(1,434)	-	3,035	3,035	-	3,035	3,035
Supplies and Materials	-	2,850	2,850	(1,012)	-	(1,012)	-	2,850	2,850	-	2,850	2,850
Other Objects	-	-	-	-	-	-	-	-	-	-	-	-

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
Total Guidance	140,483	1,000,258	1,140,741	(28,736)	(58,238)	(86,974)	111,747	942,020	1,053,767	111,746	942,020	1,053,766
<b>Child Study Team:</b>												
Salaries of Other Professional Staff	1,776,711	-	1,776,711	175,040	-	175,040	1,951,751	-	1,951,751	1,951,751	-	1,951,751
Salaries of Secretarial & Clerical Assistants	193,990	-	193,990	31,301	-	31,301	225,291	-	225,291	225,291	-	225,291
Other Salaries	21,400	-	21,400	(21,400)	-	(21,400)	-	-	-	-	-	-
Purchased Professional/Educational Services	255,450	-	255,450	67,981	-	67,981	323,431	-	323,431	291,683	-	291,683
Purchased Professional/Technical Services	381,000	-	381,000	(43,036)	-	(43,036)	337,964	-	337,964	325,704	-	325,704
Other Purchased Services	25,000	-	25,000	(25,000)	-	(25,000)	-	-	-	-	-	-
Residential Costs	150,000	-	150,000	(119,356)	-	(119,356)	30,644	-	30,644	30,644	-	30,644
Miscellaneous Purchased Services	1,000	-	1,000	19,771	-	19,771	20,771	-	20,771	20,750	-	20,750
Supplies and Materials	80,840	-	80,840	(21,547)	-	(21,547)	59,293	-	59,293	59,293	-	59,293
Other Objects	3,000	-	3,000	(2,725)	-	(2,725)	275	-	275	275	-	275
<b>Total Child Study Team</b>	<b>2,888,391</b>	<b>-</b>	<b>2,888,391</b>	<b>61,029</b>	<b>-</b>	<b>61,029</b>	<b>2,949,420</b>	<b>-</b>	<b>2,949,420</b>	<b>2,905,391</b>	<b>-</b>	<b>2,905,391</b>
<b>Improvement of Instruction Services/Other Support Services - Instruction Staff:</b>												
Salaries of Supervisors of Instruction	804,463	-	804,463	41,779	-	41,779	846,242	-	846,242	846,242	-	846,242
Salaries of Other Professional Staff	6,150	296,807	302,957	(6,150)	(296,807)	(302,957)	-	-	-	-	-	-
Salaries of Secretarial & Clerical Assistants	33,300	-	33,300	(11,486)	-	(11,486)	21,814	-	21,814	21,814	-	21,814
Salaries of Facilitators, Math & Literacy	38,293	-	38,293	388,725	-	388,725	427,018	-	427,018	427,018	-	427,018
Purchased Professional/Educational Services	1,560	-	1,560	15,690	-	15,690	17,250	-	17,250	17,250	-	17,250
Other Purchased Services	250	-	250	(250)	-	(250)	-	-	-	-	-	-
Supplies and Materials	2,000	-	2,000	(484)	-	(484)	1,516	-	1,516	1,516	-	1,516
Other Objects	27,940	-	27,940	(4,980)	-	(4,980)	22,960	-	22,960	22,960	-	22,960
<b>Total Improvement of Instruction Services/Other Support Services - Instruction Staff:</b>	<b>913,956</b>	<b>296,807</b>	<b>1,210,763</b>	<b>422,844</b>	<b>(296,807)</b>	<b>126,037</b>	<b>1,336,800</b>	<b>-</b>	<b>1,336,800</b>	<b>1,336,800</b>	<b>-</b>	<b>1,336,800</b>
<b>Educational Media Services/School Library:</b>												
Salaries	122,518	100,000	222,518	(122,518)	187,044	64,526	-	287,044	287,044	-	287,044	287,044
Supplies and Materials	-	25,000	25,000	-	936	936	-	25,936	25,936	-	25,936	25,936
<b>Total Educational Media Services/School Library</b>	<b>122,518</b>	<b>125,000</b>	<b>247,518</b>	<b>(122,518)</b>	<b>187,980</b>	<b>65,462</b>	<b>-</b>	<b>312,980</b>	<b>312,980</b>	<b>-</b>	<b>312,980</b>	<b>312,980</b>
<b>Instructional Staff Training Services:</b>												
Salaries of Other Professional Staff	1,880	-	1,880	2,880	-	2,880	4,760	-	4,760	4,760	-	4,760
Purchased Professional/Educational Services	20,000	82,793	102,793	(1,562)	(10,963)	(12,525)	18,438	71,830	90,268	18,438	70,879	89,317
Other Purchased Services	3,015	-	3,015	(1,796)	-	(1,796)	1,219	-	1,219	1,069	-	1,069
Supplies and Materials	1,000	-	1,000	(1,000)	-	(1,000)	-	-	-	-	-	-
<b>Total Instructional Staff Training Services</b>	<b>25,895</b>	<b>82,793</b>	<b>108,688</b>	<b>(1,478)</b>	<b>(10,963)</b>	<b>(12,441)</b>	<b>24,417</b>	<b>71,830</b>	<b>96,247</b>	<b>24,267</b>	<b>70,879</b>	<b>95,146</b>
<b>Support Services General Administration:</b>												
Salaries of State Monitors	295,971	-	295,971	57,346	-	57,346	353,317	-	353,317	353,317	-	353,317
Legal Services	288,288	-	288,288	(117,792)	-	(117,792)	170,496	-	170,496	170,496	-	170,496
Audit Fees	666,000	-	666,000	92,148	-	92,148	758,148	-	758,148	758,148	-	758,148
Architectural/Engineering Fees	80,000	-	80,000	-	-	-	80,000	-	80,000	80,000	-	80,000
Other Purchased Professional Services	18,500	-	18,500	(13,500)	-	(13,500)	5,000	-	5,000	2,000	-	2,000
Telephone/Communications	3,660	-	3,660	82,791	-	82,791	86,451	-	86,451	56,651	-	56,651
BOE Other Purchased Services	325,000	-	325,000	9,590	-	9,590	334,590	-	334,590	334,590	-	334,590
Other Purchased Services	7,888	-	7,888	(3,303)	-	(3,303)	4,585	-	4,585	4,585	-	4,585
Other Purchased Services	35,152	-	35,152	(16,054)	-	(16,054)	19,098	-	19,098	19,028	-	19,028

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
<b>Support Services General Administration (continued):</b>												
General Supplies	15,043	-	15,043	3,931	-	3,931	18,974	-	18,974	18,974	-	18,974
BOE In-House Training/Meeting Supplies	4,068	-	4,068	532	-	532	4,600	-	4,600	4,386	-	4,386
Judgements Against School District	650,045	-	650,045	(529,737)	-	(529,737)	120,308	-	120,308	120,308	-	120,308
Miscellaneous Expenditures	10,500	-	10,500	(4,167)	-	(4,167)	6,333	-	6,333	6,333	-	6,333
BOE Membership Dues & Fees	28,775	-	28,775	(1,512)	-	(1,512)	27,263	-	27,263	27,263	-	27,263
<b>Total Support Services General Administration</b>	<b>2,428,890</b>	<b>-</b>	<b>2,428,890</b>	<b>(439,727)</b>	<b>-</b>	<b>(439,727)</b>	<b>1,989,163</b>	<b>-</b>	<b>1,989,163</b>	<b>1,956,079</b>	<b>-</b>	<b>1,956,079</b>
<b>Support Services School Administration:</b>												
Salaries of Principals & Assistant Principals	-	2,184,584	2,184,584	-	(15,172)	(15,172)	-	2,169,412	2,169,412	-	2,169,412	2,169,412
Salaries of Secretarial & Clerical Assistants	39,180	780,454	819,634	9,522	6,709	16,231	48,702	787,163	835,865	48,702	787,163	835,865
Other Purchased Services	10,600	630	11,230	(10,600)	(630)	(11,230)	-	-	-	-	-	-
Supplies and Materials	-	52,881	52,881	-	(17,114)	(17,114)	-	35,767	35,767	-	35,697	35,697
<b>Total Support Services School Administration</b>	<b>49,780</b>	<b>3,018,549</b>	<b>3,068,329</b>	<b>(1,078)</b>	<b>(26,207)</b>	<b>(27,285)</b>	<b>48,702</b>	<b>2,992,342</b>	<b>3,041,044</b>	<b>48,702</b>	<b>2,992,272</b>	<b>3,040,974</b>
<b>Central Services:</b>												
Salaries	1,008,930	-	1,008,930	(148,484)	-	(148,484)	860,446	-	860,446	851,090	-	851,090
Purchased Technical Services	95,320	-	95,320	16,360	-	16,360	111,680	-	111,680	90,880	-	90,880
Other Purchased Services	45,310	-	45,310	8,663	-	8,663	53,973	-	53,973	53,973	-	53,973
Supplies and Materials	27,500	-	27,500	(1,319)	-	(1,319)	26,181	-	26,181	26,112	-	26,112
Interest on Lease Purchase Agreements	9,024	-	9,024	59,905	-	59,905	68,929	-	68,929	68,929	-	68,929
Other Objects	6,000	-	6,000	407	-	407	6,407	-	6,407	6,407	-	6,407
<b>Total Central Services</b>	<b>1,192,084</b>	<b>-</b>	<b>1,192,084</b>	<b>(64,468)</b>	<b>-</b>	<b>(64,468)</b>	<b>1,127,616</b>	<b>-</b>	<b>1,127,616</b>	<b>1,097,391</b>	<b>-</b>	<b>1,097,391</b>
<b>Administrative Information Technology:</b>												
Salaries	361,653	-	361,653	89,548	-	89,548	451,201	-	451,201	435,183	-	435,183
Other Salaries	5,000	-	5,000	(5,000)	-	(5,000)	-	-	-	-	-	-
Purchased Professional Services	325,000	-	325,000	8,654	-	8,654	333,654	-	333,654	333,325	-	333,325
Other Purchased Services	55,000	-	55,000	(2,732)	-	(2,732)	52,268	-	52,268	50,603	-	50,603
Supplies and Materials	45,000	-	45,000	13,460	-	13,460	58,460	-	58,460	58,460	-	58,460
<b>Total Administrative Information Technology</b>	<b>791,653</b>	<b>-</b>	<b>791,653</b>	<b>103,930</b>	<b>-</b>	<b>103,930</b>	<b>895,583</b>	<b>-</b>	<b>895,583</b>	<b>877,571</b>	<b>-</b>	<b>877,571</b>
<b>Required Maintenance for School Facilities:</b>												
Salaries	54,297	-	54,297	6,753	-	6,753	61,050	-	61,050	61,050	-	61,050
Cleaning, Repair & Maintenance Services	1,272,769	-	1,272,769	(55,878)	-	(55,878)	1,216,891	-	1,216,891	1,182,733	-	1,182,733
Supplies and Materials	234,000	-	234,000	25,899	-	25,899	259,899	-	259,899	237,845	-	237,845
Other Objects	19,000	-	19,000	(10,256)	-	(10,256)	8,744	-	8,744	8,551	-	8,551
<b>Total Required Maintenance for School Facilities</b>	<b>1,580,066</b>	<b>-</b>	<b>1,580,066</b>	<b>(33,482)</b>	<b>-</b>	<b>(33,482)</b>	<b>1,546,584</b>	<b>-</b>	<b>1,546,584</b>	<b>1,490,179</b>	<b>-</b>	<b>1,490,179</b>
<b>Custodial Services:</b>												
Salaries	120,009	-	120,009	7,337	-	7,337	127,346	-	127,346	127,346	-	127,346
Purchased Professional & Technical Services	35,300	-	35,300	(776)	-	(776)	34,524	-	34,524	21,680	-	21,680
Cleaning, Repair & Maintenance Services	1,733,592	-	1,733,592	(38,563)	-	(38,563)	1,695,029	-	1,695,029	1,695,029	-	1,695,029
Rental of Land & Buildings Other Than Lease	528,424	-	528,424	(39,165)	-	(39,165)	489,259	-	489,259	489,259	-	489,259
Other Purchased Property Services	350,000	-	350,000	(37,063)	-	(37,063)	312,937	-	312,937	312,937	-	312,937
Insurance	816,125	-	816,125	(73,455)	-	(73,455)	742,670	-	742,670	742,670	-	742,670
Miscellaneous Purchased Services	26,226	-	26,226	(10,375)	-	(10,375)	15,851	-	15,851	9,370	-	9,370
General Supplies	170,000	-	170,000	42,439	-	42,439	212,439	-	212,439	202,436	-	202,436
Energy (Natural Gas)	399,900	-	399,900	(121,219)	-	(121,219)	278,681	-	278,681	278,681	-	278,681
Energy (Electricity)	858,067	-	858,067	(38,216)	-	(38,216)	819,851	-	819,851	819,851	-	819,851

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Resource Fund 15	Total General Fund	Operating Fund 11-13	Resource Fund 15	Total General Fund	Operating Fund 11-13	Resource Fund 15	Total General Fund	Operating Fund 11-13	Resource Fund 15	Total General Fund
Custodial Services (continued):												
Energy (Oil)	69,152	-	69,152	(61,368)	-	(61,368)	7,784	-	7,784	7,784	-	7,784
Total Custodial Services	5,106,795	-	5,106,795	(370,424)	-	(370,424)	4,736,371	-	4,736,371	4,707,043	-	4,707,043
Care & Upkeep of Grounds:												
Cleaning, Repair & Maintenance Services	326,194	-	326,194	(65,379)	-	(65,379)	260,815	-	260,815	255,715	-	255,715
General Supplies	81,000	-	81,000	(56,553)	-	(56,553)	24,447	-	24,447	21,851	-	21,851
Total Care & Upkeep of Grounds	407,194	-	407,194	(121,932)	-	(121,932)	285,262	-	285,262	277,566	-	277,566
Security:												
Salaries	618,433	-	618,433	(21,835)	-	(21,835)	596,598	-	596,598	596,598	-	596,598
Purchased Professional & Technical Services	350	-	350	(350)	-	(350)	-	-	-	-	-	-
Cleaning, Repair & Maintenance Services	8,200	-	8,200	(8,200)	-	(8,200)	-	-	-	-	-	-
General Supplies	50,000	-	50,000	(50,000)	-	(50,000)	-	-	-	-	-	-
Other Objects	1,500	-	1,500	43,584	-	43,584	45,084	-	45,084	45,084	-	45,084
Total Security	678,483	-	678,483	(36,801)	-	(36,801)	641,682	-	641,682	641,682	-	641,682
Student Transportation Services:												
Salaries for Non-Instructional Aids	513,955	-	513,955	(1,858)	-	(1,858)	512,097	-	512,097	512,097	-	512,097
Salaries for Pupil Transportation (Between Home & School) - Regular	2,129,822	-	2,129,822	(419,373)	-	(419,373)	1,710,449	-	1,710,449	1,710,449	-	1,710,449
Salaries for Pupil Transportation (Between Home & School) - Special Education	-	-	-	697,986	-	697,986	697,986	-	697,986	697,986	-	697,986
Salaries for Pupil Transportation (Between Home & School) - NonPublic Schools	260,640	-	260,640	(260,640)	-	(260,640)	-	-	-	-	-	-
Management Fee - ESC's & CTSA Trans. Program	42,000	-	42,000	(42,000)	-	(42,000)	-	-	-	-	-	-
Other Purchased Prof. & Tech. Services	96,000	-	96,000	36,645	-	36,645	132,645	-	132,645	115,645	-	115,645
Cleaning, Repair & Maintenance Services	160,700	-	160,700	138,232	-	138,232	298,932	-	298,932	242,096	-	242,096
Lease Purchase Payments - School Buses	349,862	-	349,862	300,682	-	300,682	650,544	-	650,544	650,544	-	650,544
Contracted Services (Between Home & School) - Vendors	19,479,420	-	19,479,420	1,892,614	-	1,892,614	21,372,034	-	21,372,034	21,363,956	-	21,363,956
Contracted Services (Other Than Between Home & School) - Vendors	114,042	-	114,042	73,146	-	73,146	187,188	-	187,188	187,188	-	187,188
Contracted Services (Special Education) - Vendors	2,650,000	-	2,650,000	(627,963)	-	(627,963)	2,022,037	-	2,022,037	2,022,037	-	2,022,037
Contracted Services (Special Ed.) - Joint Agreements	58,016	-	58,016	(16,663)	-	(16,663)	41,353	-	41,353	41,353	-	41,353
Contracted Services (Special Ed.) - ESC's & CTSA	1,417,500	-	1,417,500	335,520	-	335,520	1,753,020	-	1,753,020	1,753,020	-	1,753,020
Contracted Services (Aid in Lieu Payments)	100,000	-	100,000	(53,811)	-	(53,811)	46,189	-	46,189	41,189	-	41,189
Nonpublic Schools	-	4,000	4,000	-	333	333	-	4,333	4,333	-	4,333	4,333
Miscellaneous Purchased Services - Transportation	14,000	-	14,000	(12,998)	-	(12,998)	1,002	-	1,002	1,002	-	1,002
General Supplies	244,025	-	244,025	148,041	-	148,041	392,066	-	392,066	387,114	-	387,114
Transportation Supplies	14,100	-	14,100	1,696	-	1,696	15,796	-	15,796	13,550	-	13,550
Miscellaneous Expenditures	-	-	-	-	-	-	-	-	-	-	-	-
Total Student Transportation Services	27,644,082	4,000	27,648,082	2,189,256	333	2,189,589	29,833,338	4,333	29,837,671	29,739,226	4,333	29,743,559
Unallocated Benefits Employee Benefits:												
Social Security	1,172,608	-	1,172,608	(135,366)	-	(135,366)	1,037,242	-	1,037,242	1,030,784	-	1,030,784
PERK Contributions	906,304	-	906,304	(84,180)	-	(84,180)	822,124	-	822,124	818,046	-	818,046
Unemployment Compensation	263,805	-	263,805	13,370	-	13,370	277,175	-	277,175	277,175	-	277,175
Workmen's Compensation	1,051,540	-	1,051,540	(212,757)	-	(212,757)	838,783	-	838,783	821,779	-	821,779
Health Benefits	18,924,110	-	18,924,110	347,575	-	347,575	19,271,685	-	19,271,685	19,051,383	-	19,051,383
Tuition Reimbursements	60,000	-	60,000	14,224	-	14,224	74,224	-	74,224	74,224	-	74,224
Other Employee Benefits	175,000	-	175,000	(669)	-	(669)	174,331	-	174,331	174,331	-	174,331

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
Total Unallocated Benefits - Employee Benefits	22,553,367	-	22,553,367	(57,803)	-	(57,803)	22,495,564	-	22,495,564	21,970,547	-	21,970,547
Nonbudgeted:												
On-Behalf TPAF:												
Post-Retirement Medical Contributions	-	-	-	-	-	-	-	-	-	3,115,635	-	3,115,635
Normal Pension Contributions	-	-	-	-	-	-	-	-	-	4,823,869	-	4,823,869
Long-Term Disability Insurance	-	-	-	-	-	-	-	-	-	14,307	-	14,307
Reimbursed TPAF Social Security Contributions	-	-	-	-	-	-	-	-	-	2,444,456	-	2,444,456
Total Undistributed Expenditures	104,506,424	5,073,647	109,580,071	3,825,854	(261,558)	3,564,296	108,332,278	4,812,089	113,144,367	117,504,521	4,811,038	122,315,559
Total Expenditures - Current Expense	110,057,239	31,370,482	141,427,721	3,552,924	(924,579)	2,628,345	113,610,163	30,445,903	144,056,066	122,755,217	30,406,357	153,161,574
Capital Outlay:												
Equipment:												
Regular Programs - Instruction:												
Grades 1 - 5	-	52,965	52,965	-	(27,934)	(27,934)	-	25,031	25,031	-	25,031	25,031
Grades 6 - 8	-	25,650	25,650	-	(25,650)	(25,650)	-	-	-	-	-	-
Grades 9 - 12	-	5,890	5,890	-	(5,890)	(5,890)	-	-	-	-	-	-
Undistributed Expenditures:												
Care and Upkeep of Grounds	-	-	-	6,200	-	6,200	6,200	-	6,200	6,200	-	6,200
Student Transportation:												
School Bus - Regular	-	-	-	597,263	-	597,263	597,263	-	597,263	227,420	-	227,420
School Bus - Special	-	-	-	411,766	-	411,766	411,766	-	411,766	288,312	-	288,312
Total Equipment	-	84,505	84,505	1,015,229	(59,474)	955,755	1,015,229	25,031	1,040,260	521,932	25,031	546,963
Facilities Acquisition & Construction Services:												
Other Purchased Professional/ Architectural/Engineering Services	-	-	-	9,800	-	9,800	9,800	-	9,800	9,800	-	9,800
Construction Services	-	-	-	18,573	-	18,573	18,573	-	18,573	-	-	-
Assessment for Debt Service on SDA Funding	639	-	639	64	-	64	703	-	703	639	-	639
Total Facilities Acquisition & Construction Services	639	-	639	28,437	-	28,437	29,076	-	29,076	10,439	-	10,439
Assets Acquired Under Capital Leases (Non-Budgeted):												
Capital Leases (Non-Budgeted)	-	-	-	-	-	-	-	-	-	493,297	-	493,297
Total Assets Acquired Under Capital Leases (Non-Budgeted)	-	-	-	-	-	-	-	-	-	493,297	-	493,297
Total Capital Outlay	639	84,505	85,144	1,043,666	(59,474)	984,192	1,044,305	25,031	1,069,336	1,025,668	25,031	1,050,699
Total Expenditures	110,057,878	31,454,987	141,512,865	4,596,590	(984,053)	3,612,537	114,654,468	30,470,934	145,125,402	123,780,885	30,431,388	154,212,273
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources / (Uses)	31,490,563	(31,454,987)	35,576	(2,030,243)	984,053	(1,046,190)	29,460,320	(30,470,934)	(1,010,614)	31,294,354	(30,431,388)	862,966

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
COMBINING BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET			TRANSFERS			FINAL BUDGET			ACTUAL		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
Other Financing Sources/(Uses):												
Operating Transfers In:												
Contrib. to Whole School Reform - General Fund	-	29,548,312	29,548,312	-	(1,207,069)	(1,207,069)	-	28,341,243	28,341,243	-	28,323,439	28,323,439
Contrib. to Whole School Reform - Special Revenue Fund	-	1,906,675	1,906,675	-	223,016	223,016	-	2,129,691	2,129,691	-	2,125,176	2,125,176
Transfer from Other Funds	-	-	-	148,186	-	148,186	148,186	-	148,186	-	-	-
Capital Leases (Non-Budgeted)	-	-	-	-	-	-	-	-	-	493,297	-	493,297
Operating Transfers Out:												
Charter Schools	(1,942,251)	-	(1,942,251)	(175,806)	-	(175,806)	(2,118,057)	-	(2,118,057)	-	-	(2,118,057)
Contribution to Whole School Reform	(29,548,312)	-	(29,548,312)	1,207,069	-	1,207,069	(28,341,243)	-	(28,341,243)	(28,323,439)	-	(28,323,439)
Total Other Financing Sources/(Uses)	(31,490,563)	31,454,987	(35,576)	1,179,449	(984,053)	195,396	(30,311,114)	30,470,934	159,820	(29,948,199)	30,448,615	500,416
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	(850,794)	-	(850,794)	(850,794)	-	(850,794)	1,346,155	17,227	1,363,382
Fund Balances, July 1	(3,503,104)	-	(3,503,104)	-	-	-	(3,503,104)	-	(3,503,104)	(3,503,104)	-	(3,503,104)
Fund Balances, June 30	\$ (3,503,104)	\$ -	\$ (3,503,104)	\$ (850,794)	\$ -	\$ (850,794)	\$ (4,353,898)	\$ -	\$ (4,353,898)	\$ (2,156,949)	\$ 17,227	\$ (2,139,722)

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**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ORIGINAL BUDGET	JUNE 30, 2018		ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		BUDGET TRANSFERS	FINAL BUDGET		
<b>REVENUES:</b>					
State Sources	\$ 24,186,691	\$ 12,877,075	\$ 37,063,766	\$ 32,810,056	\$ (4,253,710)
Federal Sources	21,950,185	9,622,378	31,572,563	28,813,530	(2,759,033)
Local Sources	1,684,584	1,635,267	3,319,851	3,161,648	(158,203)
<b>Total Revenues</b>	<b>47,821,460</b>	<b>24,134,720</b>	<b>71,956,180</b>	<b>64,785,234</b>	<b>(7,170,946)</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of Teachers	2,731,116	(96,446)	2,634,670	1,906,048	728,622
Other Salaries for Instruction	437,469	57,537	495,006	494,227	779
Purchased Professional Services	5,169,181	7,640,381	12,809,562	11,619,807	1,189,755
Other Purchased Services	1,796,949	(73,686)	1,723,263	1,642,002	81,261
General Supplies	1,104,179	759,104	1,863,283	1,480,430	382,853
Textbooks	1,237,136	335,160	1,572,296	1,484,000	88,296
Other Objects	653,866	(601,875)	51,991	12,885	39,106
<b>Total Instruction</b>	<b>13,129,896</b>	<b>8,020,175</b>	<b>21,150,071</b>	<b>18,639,399</b>	<b>2,510,672</b>
<b>Support Services:</b>					
Salaries of Supervisors	64,346	4,221	68,567	67,144	1,423
Salaries of Program Directors	43,056	-	43,056	41,859	1,197
Salaries of Other Professional Staff	874,298	(35,824)	838,474	660,976	177,498
Salaries of Secretarial & Clerical Assistants	54,483	2,599	57,082	57,082	-
Other Salaries	764,052	179,607	943,659	703,860	239,799
Personal Services - Employee Benefits	2,713,382	537,516	3,250,898	3,008,226	242,672
Purchased Professional Services	23,381,231	13,203,238	36,584,469	33,089,509	3,494,960
Other Purchased Services	1,355,694	832,169	2,187,863	2,040,439	147,424
Travel	3,510	(171)	3,339	2,364	975
Contracted Services - Transportation	1,684,584	(628,743)	1,055,841	1,055,841	-
Supplies & Materials	1,588,639	1,110,089	2,698,728	2,457,946	240,782
Indirect Costs	133,256	112,500	245,756	222,802	22,954
<b>Total Support Services</b>	<b>32,660,531</b>	<b>15,317,201</b>	<b>47,977,732</b>	<b>43,408,048</b>	<b>4,569,684</b>
<b>Facilities Acquisition &amp; Construction Services:</b>					
Bldgs. Other than Lease Purchase	6,674	629,452	636,126	559,917	76,209
Noninstructional Equipment	7,026	(7,026)	-	-	-
Instructional Equipment	110,658	(48,098)	62,560	52,694	9,866
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>124,358</b>	<b>574,328</b>	<b>698,686</b>	<b>612,611</b>	<b>86,075</b>
<b>Total Expenditures</b>	<b>45,914,785</b>	<b>23,911,704</b>	<b>69,826,489</b>	<b>62,660,058</b>	<b>7,166,431</b>
<b>Other Financing Sources/(Uses):</b>					
Operating Transfer In - General Fund	(1,906,675)	(223,016)	(2,129,691)	(2,125,176)	(4,515)
<b>Total Other Financing Sources/(Uses)</b>	<b>(1,906,675)</b>	<b>(223,016)</b>	<b>(2,129,691)</b>	<b>(2,125,176)</b>	<b>(4,515)</b>
<b>Total Outflows</b>	<b>47,821,460</b>	<b>24,134,720</b>	<b>71,956,180</b>	<b>64,785,234</b>	<b>7,170,946</b>
<b>Excess/(Deficiency) of Revenues Over/ (Under) Expenditures &amp; Other Financing Sources/(Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances, July 1</b>	<b>(3,185,605)</b>	<b>-</b>	<b>(3,185,605)</b>	<b>(3,185,605)</b>	<b>-</b>
<b>Fund Balances, June 30</b>	<b>\$ (3,185,605)</b>	<b>\$ -</b>	<b>\$ (3,185,605)</b>	<b>\$ (3,185,605)</b>	<b>\$ -</b>

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

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**LAKEWOOD TOWNSHIP 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)	\$ 155,075,239	\$ 64,785,234
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	6,809,237	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(7,974,113)	-
State Aid Advance Loan, reported as an "Other Financing Source" in the GAAP statements.	(8,522,678)	-
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year	-	325,086
Current Year	-	(886,088)
	\$ 145,387,685	\$ 64,224,232
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)		
	\$ 145,387,685	\$ 64,224,232
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 154,212,273	\$ 64,785,234
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.	-	(561,002)
	-	(561,002)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)		
	\$ 154,212,273	\$ 64,224,232

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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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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
LAST FIVE FISCAL YEARS**

	2018	2017	2016	2015	2014
School District's proportion of the net pension liability (asset)	0.1018984162%	0.0903094213%	0.0840962259%	0.0757953581%	0.0798709109%
School District's proportionate share of the net pension liability (asset)	\$ 23,720,323	\$ 26,747,060	\$ 18,877,918	\$ 14,190,964	\$ 15,264,918
School District's covered-employee payroll	\$ 9,390,840	\$ 5,610,655	\$ 5,860,755	\$ 5,999,031	\$ 5,226,881
School District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	252.59%	476.72%	322.11%	236.55%	292.05%
Plan fiduciary net position as a percentage of the total pension liability	36.78%	40.14%	47.93%	52.08%	48.72%

\*\*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.

**LAKELWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
LAST FIVE FISCAL YEARS**

	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 1,235,625	\$ 943,980	\$ 802,296	\$ 624,846	\$ 601,811
Contributions in relation to the contractually required contribution	(1,235,625)	(943,980)	(802,296)	(624,846)	(601,811)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered-employee payroll	\$ 9,390,840	\$ 5,610,655	\$ 5,860,755	\$ 5,999,031	\$ 5,226,881
Contributions as a percentage of covered-employee payroll	13.16%	16.82%	13.69%	10.42%	11.51%

\*\*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.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS' PENSION AND ANNUITY FUND  
LAST FIVE FISCAL YEARS**

	2018	2017	2016	2015	2014
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	207,423,109	235,657,472	194,635,749	168,849,820	163,997,053
District's covered-employee payroll	\$ 32,981,141	\$ 31,243,071	\$ 30,463,257	\$ 32,555,698	\$ 32,689,117
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	25.41%	22.33%	28.71%	33.64%	33.76%

\*\*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.

**LAKWOOD TOWNSHIP 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 Other Post-Employment Benefits (GASB 75)

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**LAKEWOOD TOWNSHIP 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
<b>District's Total OPEB Liability</b>	
Service Cost	\$ 9,589,019
Interest Cost	5,824,071
Changes of Assumptions	(25,195,534)
Contributions: Member	156,016
Gross Benefit Payments	(4,236,980)
Net Change in District's Total OPEB Liability	(13,863,408)
District's Total OPEB Liability (Beginning)	196,790,497
District's Total OPEB Liability (Ending)	\$ 182,927,089
District's Covered Employee Payroll	\$ 42,371,981
District's Net OPEB Liability as a Percentage of Payroll	432%

Note - 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.

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III  
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.

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**OTHER SUPPLEMENTARY INFORMATION**

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#### D. School Based Budget Schedules

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**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BALANCE SHEET  
AS OF JUNE 30, 2018**

	OPERATING FUND FUND 11-13	BLENDED RESOURCE FUND 15	TOTALS
<b>ASSETS</b>			
Cash & Investments	\$ -	\$ 54,879	\$ 54,879
Accounts Receivable:			
State Aid	13,946,903	-	13,946,903
Federal Aid			-
Interfunds Receivable	1,395,961	-	1,395,961
Other Assets	2,206,961	-	2,206,961
	<hr/>		
Total Assets	\$ 17,549,825	\$ 54,879	\$ 17,604,704
	<hr/> <hr/>		
<b>LIABILITIES &amp; FUND BALANCES</b>			
<b>Liabilities:</b>			
Cash Deficit	\$ 11,044,521	\$ -	\$ 11,044,521
Accounts Payable	5,495,217	37,652	5,532,869
Accrued Salaries Payable	-	-	-
Interfunds Payable	541,296	-	541,296
Unearned Revenue	2,625,740	-	2,625,740
	<hr/>		
Total Liabilities	19,706,774	37,652	19,744,426
	<hr/>		
<b>Fund Balances:</b>			
<b>Assigned to:</b>			
Other Purposes	943,092	17,227	960,319
<b>Unassigned:</b>			
General Fund	(3,100,041)	-	(3,100,041)
	<hr/>		
Total Fund Balances	(2,156,949)	17,227	(2,139,722)
	<hr/> <hr/>		
Total Liabilities & Fund Balances	\$ 17,549,825	\$ 54,879	\$ 17,604,704
	<hr/> <hr/>		

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**District-Wide**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 28,318,924	93.01%	\$ 28,306,212	\$ 12,712
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	2,129,691	6.99%	2,125,176	4,515
Total Restricted Federal Resources	2,129,691	6.99%	2,125,176	4,515
Combined General Fund Contribution & Restricted Federal Resources	30,448,615	100.00%	30,431,388	17,227
Totals	\$ 30,448,615	100.00%	\$ 30,431,388	\$ 17,227

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: High School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 6,095,040	95.32%	\$ 6,088,361	\$ 6,679
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	299,450	4.68%	297,951	1,499
Total Restricted Federal Resources	299,450	4.68%	297,951	1,499
Combined General Fund Contribution & Restricted Federal Resources	6,394,490	100.00%	6,386,312	8,178
Totals	\$ 6,394,490	100.00%	\$ 6,386,312	\$ 8,178

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: Middle School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 5,434,795	92.53%	\$ 5,433,935	\$ 860
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	438,561	7.47%	438,011	550
Total Restricted Federal Resources	438,561	7.47%	438,011	550
Combined General Fund Contribution & Restricted Federal Resources	5,873,356	100.00%	5,871,946	1,410
Totals	\$ 5,873,356	100.00%	\$ 5,871,946	\$ 1,410

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: Ella G. Clarke School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 2,701,503	92.45%	\$ 2,700,869	\$ 634
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	220,696	7.55%	220,568	128
Total Restricted Federal Resources	220,696	7.55%	220,568	128
Combined General Fund Contribution & Restricted Federal Resources	2,922,199	100.00%	2,921,437	762
Totals	\$ 2,922,199	100.00%	\$ 2,921,437	\$ 762

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: Clifton Avenue School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 3,359,970	92.03%	\$ 3,357,000	\$ 2,970
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	291,070	7.97%	290,153	917
Total Restricted Federal Resources	291,070	7.97%	290,153	917
Combined General Fund Contribution & Restricted Federal Resources	3,651,040	100.00%	3,647,153	3,887
Totals	\$ 3,651,040	100.00%	\$ 3,647,153	\$ 3,887



**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: Spruce Street School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 3,155,254	93.71%	\$ 3,154,507	\$ 747
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	211,738	6.29%	211,611	127
Total Restricted Federal Resources	211,738	6.29%	211,611	127
Combined General Fund Contribution & Restricted Federal Resources	3,366,992	100.00%	3,366,118	874
Totals	\$ 3,366,992	100.00%	\$ 3,366,118	\$ 874

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: Oak Street School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 5,034,688	92.38%	\$ 5,033,793	\$ 895
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	415,096	7.62%	414,413	683
Total Restricted Federal Resources	415,096	7.62%	414,413	683
Combined General Fund Contribution & Restricted Federal Resources	5,449,784	100.00%	5,448,206	1,578
Totals	\$ 5,449,784	100.00%	\$ 5,448,206	\$ 1,578

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCE FUND 15**  
**SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**School: Piner Elementary School**

RESOURCES	RESOURCE AMOUNT	% OF TOTAL RESOURCES	TOTAL EXPENDITURES ALLOCATED AS A % OF TOTAL RESOURCES	TOTAL SURPLUS/ CARRYOVER
General Fund Contribution to Whole School Reform	\$ 2,537,674	90.93%	\$ 2,537,747	\$ (73)
General Fund Reserve for Encumbrances at June 30,	-	-	-	-
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	253,080	9.07%	252,469	611
Total Restricted Federal Resources	253,080	9.07%	252,469	611
Combined General Fund Contribution & Restricted Federal Resources	2,790,754	100.00%	2,790,216	538
Totals	\$ 2,790,754	100.00%	\$ 2,790,216	\$ 538

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
BLENDED RESOURCES FUND 15  
SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

District-Wide	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool/Kindergarten	15-110-100-101	\$ 939,466	\$ (106,995)	\$ 832,471	\$ 832,471	\$ -
Grades 1 - 5	15-120-100-101	6,664,899	(373,737)	6,291,162	6,291,162	-
Grades 6 - 8	15-130-100-101	3,089,586	53,315	3,142,901	3,142,901	-
Grades 9 - 12	15-140-100-101	4,205,160	(430,352)	3,774,808	3,760,591	14,217
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	541,441	(37,520)	503,921	503,921	-
Purchased Technical Services	15-190-100-340	950	(150)	800	800	-
Other Purchased Services	15-190-100-500	53,223	46,051	99,274	84,738	14,536
General Supplies	15-190-100-610	941,289	(306,069)	635,220	632,518	2,702
Textbooks	15-190-100-640	111,832	(40,539)	71,293	68,785	2,508
Other Objects	15-190-100-800	14,900	(9,943)	4,957	425	4,532
Total Regular Programs - Instruction		16,562,746	(1,205,939)	15,356,807	15,318,312	38,495
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	1,142,046	48,141	1,190,187	1,190,187	-
Other Salaries for Instruction	15-204-100-106	619,117	51,161	670,278	670,278	-
General Supplies	15-204-100-610	18,103	3,185	21,288	21,288	-
Total Learning and/or Language Disabilities		1,779,266	102,487	1,881,753	1,881,753	-
Auditory Impairments:						
Salaries of Teachers	15-207-100-101	54,991	(54,991)	-	-	-
Total Auditory Impairments		54,991	(54,991)	-	-	-
Multiple Disabilities:						
Salaries of Teachers	15-212-100-101	636,216	(20,414)	615,802	615,802	-
Other Salaries for Instruction	15-212-100-106	192,693	19,211	211,904	211,904	-
General Supplies	15-212-100-610	8,090	10,028	18,118	18,118	-
Total Multiple Disabilities		836,999	8,825	845,824	845,824	-
Resource Room:						
Salaries of Teachers	15-213-100-101	2,340,348	481,590	2,821,938	2,821,938	-
Other Salaries for Instruction	15-213-100-106	-	59,026	59,026	59,026	-
General Supplies	15-213-100-610	11,654	19,419	31,073	31,073	-
Total Resource Room		2,352,002	560,035	2,912,037	2,912,037	-
Autism:						
Salaries of Teachers	15-214-100-101	271,065	(76,356)	194,709	194,709	-
Other Salaries for Instruction	15-214-100-106	77,412	4,690	82,102	82,102	-
General Supplies	15-214-100-610	2,930	4,416	7,346	7,346	-
Total Autism		351,407	(67,250)	284,157	284,157	-
Total Special Education		5,374,665	549,106	5,923,771	5,923,771	-
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	883,938	(55,635)	828,303	828,303	-
Total Basic Skills/Remedial		883,938	(55,635)	828,303	828,303	-

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
BLENDED RESOURCES FUND 15  
SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>District-Wide</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
<b>Bilingual Education:</b>						
Salaries of Teachers	15-240-100-101	2,936,998	(38,263)	2,898,735	2,898,735	-
Other Purchased Services	15-240-100-500	182,847	22,889	205,736	205,736	-
General Supplies	15-240-100-610	52,941	(52,941)	-	-	-
<b>Total Bilingual Education</b>		<b>3,172,786</b>	<b>(68,315)</b>	<b>3,104,471</b>	<b>3,104,471</b>	<b>-</b>
<b>School Sponsored Cocurricular Activities:</b>						
Salaries	15-401-100-100	163,000	(67,886)	95,114	95,114	-
Supplies and Materials	15-401-100-610	24,700	(3,931)	20,769	20,769	-
<b>Total School Sponsored Cocurricular Activities</b>		<b>187,700</b>	<b>(71,817)</b>	<b>115,883</b>	<b>115,883</b>	<b>-</b>
<b>Before/After School Programs:</b>						
Salaries of Teachers	15-421-100-101	-	104,178	104,178	104,178	-
Salaries	15-421-200-100	-	6,595	6,595	6,595	-
<b>Total Before/After School Programs</b>		<b>-</b>	<b>110,773</b>	<b>110,773</b>	<b>110,773</b>	<b>-</b>
<b>Summer School - Instruction:</b>						
Salaries	15-422-100-101	-	112,965	112,965	112,965	-
Other Salaries for Instruction	15-422-240-106	-	7,341	7,341	7,341	-
<b>Total Summer School - Instruction</b>		<b>-</b>	<b>120,306</b>	<b>120,306</b>	<b>120,306</b>	<b>-</b>
<b>Alternative Education Program - Instruction:</b>						
Salaries of Teachers	15-423-100-101	60,000	(28,270)	31,730	31,730	-
Other Salaries for Instruction	15-423-100-106	30,000	(21,270)	8,730	8,730	-
Salaries	15-423-200-100	25,000	8,040	33,040	33,040	-
<b>Total Alternative Education Program - Instruction</b>		<b>115,000</b>	<b>(41,500)</b>	<b>73,500</b>	<b>73,500</b>	<b>-</b>
<b>Total - Instruction</b>		<b>26,296,835</b>	<b>(663,021)</b>	<b>25,633,814</b>	<b>25,595,319</b>	<b>38,495</b>
<b>Undistributed Expenditures:</b>						
<b>Attendance &amp; Social Work Services:</b>						
Salaries	15-000-211-100	120,665	(8,930)	111,735	111,735	-
Salaries of Family Liaisons/Comm Parent Inv. Specialists	15-000-211-173	-	7,960	7,960	7,960	-
Supplies and Materials	15-000-211-600	491	(491)	-	-	-
<b>Total Attendance &amp; Social Work Services</b>		<b>121,156</b>	<b>(1,461)</b>	<b>119,695</b>	<b>119,695</b>	<b>-</b>
<b>Health Services:</b>						
Salaries	15-000-213-100	407,509	(50,629)	356,880	356,880	-
Supplies and Materials	15-000-213-600	17,575	(5,566)	12,009	11,979	30
<b>Total Health Services</b>		<b>425,084</b>	<b>(56,195)</b>	<b>368,889</b>	<b>368,859</b>	<b>30</b>
<b>Guidance:</b>						
Salaries of Other Professional Staff	15-000-218-104	832,708	(34,281)	798,427	798,427	-
Salaries of Secretarial & Clerical Assistants	15-000-218-105	137,011	(4,728)	132,283	132,283	-
Purchased Technical Services	15-000-218-390	23,642	(18,217)	5,425	5,425	-
Supplies and Materials	15-000-218-600	4,047	(1,012)	3,035	3,035	-
Other Objects	15-000-218-800	2,850	-	2,850	2,850	-
<b>Total Guidance</b>		<b>1,000,258</b>	<b>(58,238)</b>	<b>942,020</b>	<b>942,020</b>	<b>-</b>

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

District-Wide	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Other Professional Staff	15-000-221-104	296,807	(296,807)	-	-	-
Total Improvement of Instruction Services/ Other Support Services Instructional Staff		296,807	(296,807)	-	-	-
Educational Media Services/School Library:						
Salaries	15-000-222-100	55,920	204,929	260,849	260,849	-
Other Salaries for Instruction	15-000-222-106	44,080	(17,885)	26,195	26,195	-
Supplies and Materials	15-000-222-600	25,000	936	25,936	25,936	-
Total Educational Media Services/School Library		125,000	187,980	312,980	312,980	-
Instructional Staff Training Services:						
Purchased Professional/Educational Services	15-000-223-320	82,793	(10,963)	71,830	70,879	-
Total Instructional Staff Training Services		82,793	(10,963)	71,830	70,879	-
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	2,184,584	(15,172)	2,169,412	2,169,412	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	780,454	6,709	787,163	787,163	-
Other Purchased Services	15-000-240-500	630	(630)	-	-	-
Supplies and Materials	15-000-240-600	52,881	(17,114)	35,767	35,697	70
Total Support Services School Administration		3,018,549	(26,207)	2,992,342	2,992,272	70
Transportation:						
Other Purchased Services	15-000-270-500	4,000	333	4,333	4,333	-
Total Transportation		4,000	333	4,333	4,333	-
Total Undistributed Expenditures		5,073,647	(261,558)	4,812,089	4,811,038	1,051
Total Expenditures - Current Expense		31,370,482	(924,579)	30,445,903	30,406,357	39,546
Capital Outlay:						
Equipment:						
Regular Programs - Instruction:						
Grades 1 - 5	15-120-100-730	52,965	(27,934)	25,031	25,031	-
Grades 6 - 8	15-130-100-730	25,650	(25,650)	-	-	-
Grades 9 - 12	15-140-100-730	5,890	(5,890)	-	-	-
Total Equipment		84,505	(59,474)	25,031	25,031	-
Total Capital Outlay		84,505	(59,474)	25,031	25,031	-
Total School Based Expenditures		31,454,987	(984,053)	30,470,934	30,431,388	39,546
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	31,454,987	(984,053)	30,470,934	30,448,615	(22,319)
Total Other Financing Sources/(Uses)		31,454,987	(984,053)	30,470,934	30,448,615	(22,319)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		-	-	-	17,227	17,227
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 17,227	\$ 17,227

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCES FUND 15**  
**SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: High School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 9 - 12	15-140-100-101	\$ 4,205,160	\$ (430,352)	\$ 3,774,808	\$ 3,760,591	\$ 14,217
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	32,742	-	32,742	32,742	-
Other Purchased Services	15-190-100-500	14,498	19,688	34,186	26,069	8,117
General Supplies	15-190-100-610	256,216	(151,280)	104,936	103,855	1,081
Textbooks	15-190-100-640	18,665	(5,901)	12,764	12,764	-
Other Objects	15-190-100-800	4,000	(4,000)	-	-	-
Total Regular Programs - Instruction		4,531,281	(571,845)	3,959,436	3,936,021	23,415
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	100,582	97,482	198,064	198,064	-
Other Salaries for Instruction	15-204-100-106	62,999	(1,025)	61,974	61,974	-
Total Learning and/or Language Disabilities		163,581	96,457	260,038	260,038	-
Multiple Disabilities:						
Salaries of Teachers	15-212-100-101	116,842	(15,445)	101,397	101,397	-
Other Salaries for Instruction	15-212-100-106	44,845	9,311	54,156	54,156	-
General Supplies	15-212-100-610	2,470	3,637	6,107	6,107	-
Total Multiple Disabilities		164,157	(2,497)	161,660	161,660	-
Resource Room:						
Salaries of Teachers	15-213-100-101	323,439	(19,249)	304,190	304,190	-
General Supplies	15-213-100-610	2,453	(103)	2,350	2,350	-
Total Resource Room		325,892	(19,352)	306,540	306,540	-
Total Special Education		653,630	74,608	728,238	728,238	-
Bilingual Education:						
Salaries of Teachers	15-240-100-101	251,399	-	251,399	251,399	-
Other Salaries for Instruction	15-240-100-106	42,407	(19,214)	23,193	23,193	-
General Supplies	15-240-100-610	52,941	(52,941)	-	-	-
Total Bilingual Education		346,747	(72,155)	274,592	274,592	-
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	110,000	(40,248)	69,752	69,752	-
Supplies and Materials	15-401-100-600	20,900	(1,498)	19,402	19,402	-
Total School Sponsored Cocurricular Activities		130,900	(41,746)	89,154	89,154	-
Summer School - Instruction:						
Salaries of Teachers	15-422-100-101	-	112,965	112,965	112,965	-
Other Salaries for Instruction	15-422-100-106	-	7,341	7,341	7,341	-
Total Summer School - Instruction		-	120,306	120,306	120,306	-
Total - Instruction		5,662,558	(490,832)	5,171,726	5,148,311	23,415

**LAKESIDE TOWNSHIP SCHOOL DISTRICT**  
**BLENDED RESOURCES FUND 15**  
**SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: High School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Undistributed Expenditures:						
Attendance & Social Work Services:						
Salaries	15-000-211-100	39,635	(2,558)	37,077	37,077	-
Supplies and Materials	15-000-211-600	318	(318)	-	-	-
Total Attendance & Social Work Services		39,953	(2,876)	37,077	37,077	-
Health Services:						
Salaries	15-000-213-100	66,771	(1,750)	65,021	65,021	-
Supplies and Materials	15-000-213-600	2,200	(614)	1,586	1,586	-
Total Health Services		68,971	(2,364)	66,607	66,607	-
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	339,721	7,247	346,968	346,968	-
Salaries of Secretarial & Clerical Assistants	15-000-218-105	103,423	(4,728)	98,695	98,695	-
Purchased Technical Services	15-000-218-390	23,642	(18,217)	5,425	5,425	-
Supplies and Materials	15-000-218-600	4,047	(1,012)	3,035	3,035	-
Other Objects	15-000-218-800	2,850	-	2,850	2,850	-
Total Guidance		473,683	(16,710)	456,973	456,973	-
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Other Professional Staff	15-000-221-104	178,195	(178,195)	-	-	-
Total Improvement of Instruction Services/ Other Support Services Instructional Staff		178,195	(178,195)	-	-	-
Educational Media Services/School Library:						
Salaries - Regular	15-000-222-100	55,920	4,237	60,157	60,157	-
Salaries - Other	15-000-222-106	44,080	(17,885)	26,195	26,195	-
Supplies and Materials	15-000-222-600	5,830	(929)	4,901	4,901	-
Total Educational Media Services/School Library		105,830	(14,577)	91,253	91,253	-
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	500,344	(64,042)	436,302	436,302	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	190,416	(49,202)	141,214	141,214	-
Supplies and Materials	15-000-240-600	17,554	(13,312)	4,242	4,242	-
Total Support Services School Administration		708,314	(126,556)	581,758	581,758	-
Transportation:						
Other Purchased Services	15-000-270-500	4,000	333	4,333	4,333	-
Total Transportation		4,000	333	4,333	4,333	-
Total Undistributed Expenditures		1,578,946	(340,945)	1,238,001	1,238,001	-
Total Expenditures - Current Expense		7,241,504	(831,777)	6,409,727	6,386,312	23,415



**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>School: High School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Capital Outlay:						
Equipment:						
Regular Programs - Instruction:						
Grades 9 - 12	15-140-100-730	5,890	(5,890)	-	-	-
Total Equipment		5,890	(5,890)	-	-	-
Total Capital Outlay		5,890	(5,890)	-	-	-
Total School Based Expenditures		7,247,394	(837,667)	6,409,727	6,386,312	23,415
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	7,247,394	(837,667)	6,409,727	6,394,490	(15,237)
Total Other Financing Sources/(Uses)		7,247,394	(837,667)	6,409,727	6,394,490	(15,237)
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		-	-	-	8,178	8,178
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 8,178	\$ 8,178

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>School: Middle School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 6 - 8	15-130-100-101	\$ 3,041,245	\$ 101,656	\$ 3,142,901	\$ 3,142,901	\$ -
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	23,828	(1,000)	22,828	22,828	-
Purchased Technical Services	15-190-100-340	950	(150)	800	800	-
Other Purchased Services	15-190-100-500	8,188	4,240	12,428	11,018	1,410
General Supplies	15-190-100-610	135,468	(52,917)	82,551	82,551	-
Textbooks	15-190-100-640	30,000	2,277	32,277	32,277	-
Other Objects	15-190-100-800	3,650	(3,225)	425	425	-
<b>Total Regular Programs - Instruction</b>		<b>3,243,329</b>	<b>50,881</b>	<b>3,294,210</b>	<b>3,292,800</b>	<b>1,410</b>
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	314,806	(15,133)	299,673	299,673	-
Other Salaries for Instruction	15-204-100-106	182,893	(5,201)	177,692	177,692	-
General Supplies	15-204-100-610	345	549	894	894	-
<b>Total Learning and/or Language Disabilities</b>		<b>498,044</b>	<b>(19,785)</b>	<b>478,259</b>	<b>478,259</b>	<b>-</b>
Multiple Disabilities:						
Salaries of Teachers	15-212-100-101	105,712	366	106,078	106,078	-
Other Salaries for Instruction	15-212-100-106	72,425	(11,784)	60,641	60,641	-
General Supplies	15-212-100-610	3,230	1,826	5,056	5,056	-
<b>Total Multiple Disabilities</b>		<b>181,367</b>	<b>(9,592)</b>	<b>171,775</b>	<b>171,775</b>	<b>-</b>
Resource Room:						
Salaries of Teachers	15-213-100-101	583,139	60,264	643,403	643,403	-
General Supplies	15-213-100-610	2,375	1,875	4,250	4,250	-
<b>Total Resource Room</b>		<b>585,514</b>	<b>62,139</b>	<b>647,653</b>	<b>647,653</b>	<b>-</b>
<b>Total Special Education</b>		<b>1,264,925</b>	<b>32,762</b>	<b>1,297,687</b>	<b>1,297,687</b>	<b>-</b>
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	58,171	-	58,171	58,171	-
<b>Total Basic Skills/Remedial</b>		<b>58,171</b>	<b>-</b>	<b>58,171</b>	<b>58,171</b>	<b>-</b>
Bilingual Education:						
Salaries of Teachers	15-240-100-101	289,590	13,114	302,704	302,704	-
Other Salaries for Instruction	15-240-100-106	19,384	30,890	50,274	50,274	-
<b>Total Bilingual Education</b>		<b>308,974</b>	<b>44,004</b>	<b>352,978</b>	<b>352,978</b>	<b>-</b>

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Middle School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	34,000	(27,499)	6,501	6,501	-
Supplies and Materials	15-401-100-600	1,330	(322)	1,008	1,008	-
Total School Sponsored Cocurricular Activities		35,330	(27,821)	7,509	7,509	-
Alternative Education Program - Instruction:						
Salaries of Teachers	15-423-100-101	60,000	(28,270)	31,730	31,730	-
Other Salaries for Instruction	15-423-100-106	30,000	(21,270)	8,730	8,730	-
Salaries	15-423-200-100	25,000	8,040	33,040	33,040	-
Total Instructional Alternative Education		115,000	(41,500)	73,500	73,500	-
Total - Instruction		5,025,729	58,326	5,084,055	5,082,645	1,410
Undistributed Expenditures:						
Attendance & Social Work Services:						
Salaries	15-000-211-100	81,030	(37,829)	43,201	43,201	-
Supplies and Materials	15-000-211-600	173	(173)	-	-	-
Total Attendance & Social Work Services		81,203	(38,002)	43,201	43,201	-
Health Services:						
Salaries	15-000-213-100	52,641	-	52,641	52,641	-
Supplies and Materials	15-000-213-600	2,850	(1,488)	1,362	1,362	-
Total Health Services		55,491	(1,488)	54,003	54,003	-
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	195,830	(89,443)	106,387	106,387	-
Salaries of Secretarial & Clerical Assistants	15-000-218-105	33,588	-	33,588	33,588	-
Total Guidance		229,418	(89,443)	139,975	139,975	-
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Other Professional Staff	15-000-221-104	65,971	(65,971)	-	-	-
Total Improvement of Instruction Services/ Other Support Services Instructional Staff		65,971	(65,971)	-	-	-
Educational Media Services/School Library:						
Salaries - Regular	15-000-222-100	-	55,341	55,341	55,341	-
Supplies and Materials	15-000-222-600	5,281	(83)	5,198	5,198	-
Total Educational Media Services/School Library		5,281	55,258	60,539	60,539	-
Instructional Staff Training Services:						
Purchased Prof. - Educational Services	15-000-223-320	11,590	(9,292)	2,298	2,298	-
Total Instructional Staff Training Services		11,590	(9,292)	2,298	2,298	-

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>School: Middle School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	359,399	10,000	369,399	369,399	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	77,507	29,735	107,242	107,242	-
Other Purchased Services	15-000-240-500	630	(630)	-	-	-
Supplies and Materials	15-000-240-600	16,777	(4,133)	12,644	12,644	-
Total Support Services School Administration		454,313	34,972	489,285	489,285	-
Total Undistributed Expenditures		903,267	(113,966)	789,301	789,301	-
Total Expenditures - Current Expense		5,928,996	(55,640)	5,873,356	5,871,946	1,410
Capital Outlay:						
Equipment:						
Regular Programs - Instruction: Grades 6 - 8	15-130-100-730	25,650	(25,650)	-	-	-
Total Equipment		25,650	(25,650)	-	-	-
Total Capital Outlay		25,650	(25,650)	-	-	-
Total School Based Expenditures		5,954,646	(81,290)	5,873,356	5,871,946	1,410
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	5,954,646	(81,290)	5,873,356	5,873,356	-
Total Other Financing Sources/(Uses)		5,954,646	(81,290)	5,873,356	5,873,356	-
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		-	-	-	1,410	1,410
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	1,410	\$ 1,410

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Ella G. Clarke School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 1 - 5	15-120-100-101	\$ 1,167,114	\$ 36,938	\$ 1,204,052	\$ 1,204,052	\$ -
Regular Programs - Undistributed Instruction:						
Other Purchased Services	15-190-100-500	8,046	2,822	10,868	10,136	732
General Supplies	15-190-100-610	84,031	(5,025)	79,006	79,006	-
Textbooks	15-190-100-640	5,189	(5,189)	-	-	-
Other Objects	15-190-100-800	2,000	(2,000)	-	-	-
Total Regular Programs - Instruction		1,266,380	27,546	1,293,926	1,293,194	732
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	161,653	(43,155)	118,498	118,498	-
Other Salaries for Instruction	15-204-100-106	57,511	17,849	75,360	75,360	-
General Supplies	15-204-100-610	1,900	3,707	5,607	5,607	-
Total Learning and/or Language Disabilities		221,064	(21,599)	199,465	199,465	-
Resource Room:						
Salaries of Teachers	15-213-100-101	299,720	104,946	404,666	404,666	-
Other Salaries for Instruction	15-213-100-106	-	34,185	34,185	34,185	-
General Supplies	15-213-100-610	2,375	1,708	4,083	4,083	-
Total Resource Room		302,095	140,839	442,934	442,934	-
Total Special Education		523,159	119,240	642,399	642,399	-
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	182,776	(60,330)	122,446	122,446	-
Total Basic Skills/Remedial		182,776	(60,330)	122,446	122,446	-
Bilingual Education:						
Salaries of Teachers	15-240-100-101	418,558	(52,771)	365,787	365,787	-
Other Salaries for Instruction	15-240-100-106	-	17,141	17,141	17,141	-
Total Bilingual Education		418,558	(35,630)	382,928	382,928	-
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	6,200	(881)	5,319	5,319	-
Supplies and Materials	15-401-100-600	950	(950)	-	-	-
Total School Sponsored Cocurricular Activities		7,150	(1,831)	5,319	5,319	-
Total - Instruction		2,398,023	48,995	2,447,018	2,446,286	732

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Ella G. Clarke School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Undistributed Expenditures:						
Health Services:						
Salaries	15-000-213-100	67,971	(49,479)	18,492	18,492	-
Supplies and Materials	15-000-213-600	1,487	9	1,496	1,466	30
Total Health Services		69,458	(49,470)	19,988	19,958	30
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	52,374	17,940	70,314	70,314	-
Total Guidance		52,374	17,940	70,314	70,314	-
Educational Media Services/School Library:						
Salaries - Regular	15-000-222-100	-	16,813	16,813	16,813	-
Supplies and Materials	15-000-222-600	3,595	(1,639)	1,956	1,956	-
Total Educational Media Services/School Library		3,595	15,174	18,769	18,769	-
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	240,089	-	240,089	240,089	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	113,088	(330)	112,758	112,758	-
Supplies and Materials	15-000-240-600	4,408	(116)	4,292	4,292	-
Total Support Services School Administration		357,585	(446)	357,139	357,139	-
Total Undistributed Expenditures		483,012	(16,802)	466,210	466,180	30
Total Expenditures - Current Expense		2,881,035	32,193	2,913,228	2,912,466	762
Capital Outlay:						
Equipment:						
Regular Programs - Instruction: Grades 1 - 5	15-120-100-730	-	8,971	8,971	8,971	-
Total Equipment		-	8,971	8,971	8,971	-
Total Capital Outlay		-	8,971	8,971	8,971	-
Total School Based Expenditures		2,881,035	41,164	2,922,199	2,921,437	762
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	2,881,035	41,164	2,922,199	2,922,199	-
Total Other Financing Sources/(Uses)		2,881,035	41,164	2,922,199	2,922,199	-
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		-	-	-	762	762
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 762	\$ 762

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Clifton Avenue School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 1 - 5	15-120-100-101	\$ 1,857,033	\$ (314,460)	\$ 1,542,573	\$ 1,542,573	\$ -
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	-	2,745	2,745	2,745	-
Other Purchased Services	15-190-100-500	6,461	5,013	11,474	10,165	1,309
General Supplies	15-190-100-610	120,193	(49,021)	71,172	71,172	-
Textbooks	15-190-100-640	38,690	(22,895)	15,795	13,287	2,508
Other Objects	15-190-100-800	3,150	(3,150)	-	-	-
Total Regular Programs - Instruction		2,025,527	(381,768)	1,643,759	1,639,942	3,817
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	180,978	-	180,978	180,978	-
Other Salaries for Instruction	15-204-100-106	98,756	(33,039)	65,717	65,717	-
General Supplies	15-204-100-610	1,900	(1,900)	-	-	-
Total Learning and/or Language Disabilities		281,634	(34,939)	246,695	246,695	-
Resource Room:						
Salaries of Teachers	15-213-100-101	425,448	39,659	465,107	465,107	-
Other Salaries for Instruction	15-213-100-106	-	7,859	7,859	7,859	-
General Supplies	15-213-100-610	2,988	15,777	18,765	18,765	-
Total Resource Room		428,436	63,295	491,731	491,731	-
Total Special Education		710,070	28,356	738,426	738,426	-
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	128,967	4,159	133,126	133,126	-
Total Basic Skills/Remedial		128,967	4,159	133,126	133,126	-
Bilingual Education:						
Salaries of Teachers	15-240-100-101	327,406	161,866	489,272	489,272	-
Total Bilingual Education		327,406	161,866	489,272	489,272	-
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	7,000	2,768	9,768	9,768	-
Supplies and Materials	15-401-100-600	570	(211)	359	359	-
Total School Sponsored Cocurricular Activities		7,570	2,557	10,127	10,127	-
Total - Instruction		3,199,540	(184,830)	3,014,710	3,010,893	3,817

**LAKESIDE TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Clifton Avenue School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Undistributed Expenditures:						
Health Services:						
Salaries	15-000-213-100	59,171	450	59,621	59,621	-
Supplies and Materials	15-000-213-600	2,104	(703)	1,401	1,401	-
Total Health Services		61,275	(253)	61,022	61,022	-
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	57,304	294	57,598	57,598	-
Total Guidance		57,304	294	57,598	57,598	-
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Other Professional Staff	15-000-221-104	52,641	(52,641)	-	-	-
Total Improvement of Instruction Services/ Other Support Services Instructional Staff		52,641	(52,641)	-	-	-
Educational Media Services/School Library:						
Salaries - Regular	15-000-222-100	-	68,104	68,104	68,104	-
Supplies and Materials	15-000-222-600	3,412	5,183	8,595	8,595	-
Total Educational Media Services/School Library		3,412	73,287	76,699	76,699	-
Instructional Staff Training Services:						
Purchased Prof. - Educational Services	15-000-223-320	238	31,094	31,332	31,332	-
Total Instructional Staff Training Services		238	31,094	31,332	31,332	-
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	247,247	43,671	290,918	290,918	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	99,301	5,440	104,741	104,741	-
Supplies and Materials	15-000-240-600	2,397	3,593	5,990	5,920	70
Total Support Services School Administration		348,945	52,704	401,649	401,579	70
Total Undistributed Expenditures		523,815	104,485	628,300	628,230	70
Total Expenditures - Current Expense		3,723,355	(80,345)	3,643,010	3,639,123	3,887



**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>School: Clifton Avenue School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Capital Outlay:						
Equipment:						
Regular Programs - Instruction:						
Grades 1 - 5	15-120-100-730	-	8,030	8,030	8,030	-
Total Equipment		-	8,030	8,030	8,030	-
Total Capital Outlay		-	8,030	8,030	8,030	-
Total School Based Expenditures		3,723,355	(72,315)	3,651,040	3,647,153	3,887
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	3,723,355	(72,315)	3,651,040	3,651,040	-
Total Other Financing Sources/(Uses)		3,723,355	(72,315)	3,651,040	3,651,040	-
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures		-	-	-	3,887	3,887
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 3,887	\$ 3,887

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
BLENDED RESOURCES FUND 15  
SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Spruce Street School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool/Kindergarten	15-110-100-101	\$ 493,688	\$ (93,530)	\$ 400,158	\$ 400,158	\$ -
Grades 1 - 5	15-120-100-101	605,581	39,225	644,806	644,806	-
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	244,094	(43,318)	200,776	200,776	-
Other Purchased Services	15-190-100-500	6,124	4,111	10,235	9,361	874
General Supplies	15-190-100-610	102,898	(6,266)	96,632	96,632	-
Textbooks	15-190-100-640	350	(350)	-	-	-
Total Regular Programs - Instruction		1,452,735	(100,128)	1,352,607	1,351,733	874
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	51,341	14,738	66,079	66,079	-
Other Salaries for Instruction	15-204-100-106	38,753	84,055	122,808	122,808	-
General Supplies	15-204-100-610	658	(331)	327	327	-
Total Learning and/or Language Disabilities		90,752	98,462	189,214	189,214	-
Auditory Impairments:						
Salaries of Teachers	15-207-100-101	54,991	(54,991)	-	-	-
Total Auditory Impairments		54,991	(54,991)	-	-	-
Multiple Disabilities:						
Salaries of Teachers	15-212-100-101	107,212	-	107,212	107,212	-
Other Salaries for Instruction	15-212-100-106	19,475	(15,925)	3,550	3,550	-
General Supplies	15-212-100-610	490	(283)	207	207	-
Total Multiple Disabilities		127,177	(16,208)	110,969	110,969	-
Resource Room:						
Salaries of Teachers	15-213-100-101	159,783	(1,122)	158,661	158,661	-
General Supplies	15-213-100-610	-	200	200	200	-
Total Resource Room		159,783	(922)	158,861	158,861	-
Autism:						
Salaries of Teachers	15-214-100-101	110,912	(72,904)	38,008	38,008	-
Other Salaries for Instruction	15-214-100-106	38,689	(3,710)	34,979	34,979	-
General Supplies	15-214-100-610	555	(355)	200	200	-
Total Autism		150,156	(76,969)	73,187	73,187	-
Total Special Education		582,859	(50,628)	532,231	532,231	-
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	171,383	1,130	172,513	172,513	-
Total Basic Skills/Remedial		171,383	1,130	172,513	172,513	-
Bilingual Education:						
Salaries of Teachers	15-240-100-101	719,428	(41,800)	677,628	677,628	-
Other Salaries for Instruction	15-240-100-106	62,963	(13,126)	49,837	49,837	-
Total Bilingual Education		782,391	(54,926)	727,465	727,465	-
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	2,400	(1,854)	546	546	-
Total School Sponsored Cocurricular Activities		2,400	(1,854)	546	546	-
Total - Instruction		2,991,768	(206,406)	2,785,362	2,784,488	874

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Spruce Street School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Undistributed Expenditures:						
Health Services:						
Salaries	15-000-213-100	70,796	150	70,946	70,946	-
Supplies and Materials	15-000-213-600	1,975	(970)	1,005	1,005	-
Total Health Services		72,771	(820)	71,951	71,951	-
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	52,774	(3,974)	48,800	48,800	-
Total Guidance		52,774	(3,974)	48,800	48,800	-
Educational Media Services/School Library:						
Salaries - Regular	15-000-222-100	-	49,735	49,735	49,735	-
Supplies and Materials	15-000-222-600	2,132	731	2,863	2,863	-
Total Educational Media Services/School Library		2,132	50,466	52,598	52,598	-
Instructional Staff Training Services:						
Purchased Prof. - Educational Services	15-000-223-320	28,215	(10,615)	17,600	17,249	351
Total Instructional Staff Training Services		28,215	(10,615)	17,600	17,249	351
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	261,737	5,000	266,737	266,737	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	122,782	(1,021)	121,761	121,761	-
Supplies and Materials	15-000-240-600	4,714	(2,180)	2,534	2,534	-
Total Support Services School Administration		389,233	1,799	391,032	391,032	-
Total Undistributed Expenditures		545,125	36,856	581,981	581,630	351
Total Expenditures - Current Expense		3,536,893	(169,550)	3,367,343	3,366,118	1,225
Capital Outlay:						
Equipment:						
Regular Programs - Instruction: Grades 1-5	15-120-100-730	52,965	(52,965)	-	-	-
Total Equipment		52,965	(52,965)	-	-	-
Total Capital Outlay		52,965	(52,965)	-	-	-
Total School Based Expenditures		3,589,858	(222,515)	3,367,343	3,366,118	1,225
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	3,589,858	(222,515)	3,367,343	3,366,992	(351)
Total Other Financing Sources/(Uses)		3,589,858	(222,515)	3,367,343	3,366,992	(351)
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		-	-	-	874	874
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 874	\$ 874

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Oak Street School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 1 - 5	15-120-100-101	\$ 2,317,202	\$ (38,454)	\$ 2,278,748	\$ 2,278,748	\$ -
Grades 6 - 8	15-130-100-101	48,341	(48,341)	-	-	-
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	22,828	35,576	58,404	58,404	-
Other Purchased Services	15-190-100-500	9,906	4,310	14,216	12,638	1,578
General Supplies	15-190-100-610	162,995	(77,690)	85,305	83,706	1,599
Textbooks	15-190-100-640	13,938	(3,505)	10,433	10,433	-
Other Objects	15-190-100-800	2,100	2,432	4,532	-	4,532
Total Regular Programs - Instruction		2,577,310	(125,672)	2,451,638	2,443,929	7,709
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	270,515	(799)	269,716	269,716	-
Other Salaries for Instruction	15-204-100-106	115,768	(12,073)	103,695	103,695	-
General Supplies	15-204-100-610	13,300	1,160	14,460	14,460	-
Total Learning and/or Language Disabilities		399,583	(11,712)	387,871	387,871	-
Multiple Disabilities:						
Salaries of Teachers	15-212-100-101	306,450	(5,335)	301,115	301,115	-
Other Salaries for Instruction	15-212-100-106	55,948	37,609	93,557	93,557	-
General Supplies	15-212-100-610	1,900	4,848	6,748	6,748	-
Total Multiple Disabilities		364,298	37,122	401,420	401,420	-
Resource Room:						
Salaries of Teachers	15-213-100-101	324,395	227,523	551,918	551,918	-
Other Salaries for Instruction	15-213-100-106	-	16,982	16,982	16,982	-
General Supplies	15-213-100-610	988	437	1,425	1,425	-
Total Resource Room		325,383	244,942	570,325	570,325	-
Autism:						
Salaries of Teachers	15-214-100-101	160,153	(3,452)	156,701	156,701	-
Other Salaries for Instruction	15-214-100-106	38,723	8,400	47,123	47,123	-
General Supplies	15-214-100-610	2,375	3,373	5,748	5,748	-
Total Autism		201,251	8,321	209,572	209,572	-
Total Special Education		1,290,515	278,673	1,569,188	1,569,188	-
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	180,138	-	180,138	180,138	-
Total Basic Skills/Remedial		180,138	-	180,138	180,138	-
Bilingual Education:						
Salaries of Teachers	15-240-100-101	405,758	13,069	418,827	418,827	-
Other Salaries for Instruction	15-240-100-106	20,117	7,419	27,536	27,536	-
Total Bilingual Education		425,875	20,488	446,363	446,363	-

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: <b>Oak Street School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	3,400	(718)	2,682	2,682	-
Supplies and Materials	15-401-100-600	950	(950)	-	-	-
Total School Sponsored Cocurricular Activities		4,350	(1,668)	2,682	2,682	-
Before/After School Programs:						
Salaries of Teachers	15-421-100-101	-	104,178	104,178	104,178	-
Salaries	15-421-200-100	-	6,595	6,595	6,595	-
Total Before/After School Programs		-	110,773	110,773	110,773	-
Total - Instruction		4,478,188	282,594	4,760,782	4,753,073	7,709
Undistributed Expenditures:						
Health Services:						
Salaries	15-000-213-100	60,671	-	60,671	60,671	-
Supplies and Materials	15-000-213-600	3,634	(1,235)	2,399	2,399	-
Total Health Services		64,305	(1,235)	63,070	63,070	-
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	82,331	196	82,527	82,527	-
Total Guidance		82,331	196	82,527	82,527	-
Educational Media Services/School Library:						
Supplies and Materials	15-000-222-600	4,750	(2,327)	2,423	2,423	-
Total Educational Media Services/School Library		4,750	(2,327)	2,423	2,423	-
Instructional Staff Training Services:						
Purchased Prof. - Educational Services	15-000-223-320	2,375	625	3,000	3,000	-
Total Instructional Staff Training Services		2,375	625	3,000	3,000	-
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	385,653	17,940	403,593	403,593	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	131,561	202	131,763	131,763	-
Supplies and Materials	15-000-240-600	799	(72)	727	727	-
Total Support Services School Administration		518,013	18,070	536,083	536,083	-
Total Undistributed Expenditures		671,774	15,329	687,103	687,103	-
Total Expenditures - Current Expense		5,149,962	297,923	5,447,885	5,440,176	7,709

**LAKESWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>School: Oak Street School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Capital Outlay:						
Equipment:						
Regular Programs - Instruction:						
Grades 1 - 5	15-120-100-730	-	8,030	8,030	8,030	-
Total Equipment		-	8,030	8,030	8,030	-
Total Capital Outlay		-	8,030	8,030	8,030	-
Total School Based Expenditures		5,149,962	305,953	5,455,915	5,448,206	7,709
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	5,149,962	305,953	5,455,915	5,449,784	(6,131)
Total Other Financing Sources/(Uses)		5,149,962	305,953	5,455,915	5,449,784	(6,131)
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		-	-	-	1,578	1,578
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 1,578	\$ 1,578

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
BLENDED RESOURCES FUND 15  
SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

School: Piner Elementary School	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool/Kindergarten	15-110-100-101	\$ 445,778	\$ (13,465)	\$ 432,313	\$ 432,313	\$ -
Grades 1 - 5	15-120-100-101	717,969	(96,986)	620,983	620,983	-
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	15-190-100-106	217,949	(31,523)	186,426	186,426	-
Other Purchased Services	15-190-100-500	-	5,867	5,867	5,351	516
General Supplies	15-190-100-610	79,488	36,130	115,618	115,596	22
Textbooks	15-190-100-640	5,000	(4,976)	24	24	-
Total Regular Programs - Instruction		1,466,184	(104,953)	1,361,231	1,360,693	538
Learning and/or Language Disabilities:						
Salaries of Teachers	15-204-100-101	62,171	(4,992)	57,179	57,179	-
Other Salaries for Instruction	15-204-100-106	62,437	595	63,032	63,032	-
Total Learning and/or Language Disabilities		124,608	(4,397)	120,211	120,211	-
Resource Room:						
Salaries of Teachers	15-213-100-101	224,424	69,569	293,993	293,993	-
General Supplies	15-213-100-610	475	(475)	-	-	-
Total Resource Room		224,899	69,094	293,993	293,993	-
Autism:						
General Supplies	15-214-100-610	-	1,398	1,398	1,398	-
Total Autism		-	1,398	1,398	1,398	-
Total Special Education		349,507	66,095	415,602	415,602	-
Basic Skills/Remedial:						
Salaries of Teachers	15-230-100-101	162,503	(594)	161,909	161,909	-
Total Basic Skills/Remedial		162,503	(594)	161,909	161,909	-
Bilingual Education:						
Salaries of Teachers	15-240-100-101	524,859	(131,741)	393,118	393,118	-
Other Salaries for Instruction	15-240-100-106	37,976	(221)	37,755	37,755	-
Total Bilingual Education		562,835	(131,962)	430,873	430,873	-
School Sponsored Cocurricular Activities:						
Salaries	15-401-100-100	-	546	546	546	-
Total School Sponsored Cocurricular Activities		-	546	546	546	-
Total - Instruction		2,541,029	(170,868)	2,370,161	2,369,623	538
Undistributed Expenditures:						
Attendance & Social Work Services:						
Salaries	15-000-211-100	-	31,457	31,457	31,457	-
Salaries of Family Liaisons/Comm Parent Inv. Specialists	15-000-211-173	-	7,960	7,960	7,960	-
Total Attendance & Social Work Services		-	39,417	39,417	39,417	-

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
 BLENDED RESOURCES FUND 15  
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<b>School: Piner Elementary School</b>	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Health Services:						
Salaries	15-000-213-100	29,488	-	29,488	29,488	-
Supplies and Materials	15-000-213-600	3,325	(565)	2,760	2,760	-
Total Health Services		32,813	(565)	32,248	32,248	-
Guidance:						
Salaries of Other Professional Staff	15-000-218-104	52,374	33,459	85,833	85,833	-
Total Guidance		52,374	33,459	85,833	85,833	-
Educational Media Services/School Library:						
Salaries - Regular	15-000-222-100	-	10,699	10,699	10,699	-
Total Educational Media Services/School Library		-	10,699	10,699	10,699	-
Instructional Staff Training Services:						
Purchased Prof. - Educational Services	15-000-223-320	40,375	(22,775)	17,600	17,000	600
Total Instructional Staff Training Services		40,375	(22,775)	17,600	17,000	600
Support Services School Administration:						
Salaries of Principals & Assistant Principals	15-000-240-103	190,115	(27,741)	162,374	162,374	-
Salaries of Secretarial & Clerical Assistants	15-000-240-105	45,799	21,885	67,684	67,684	-
Supplies and Materials	15-000-240-600	6,232	(894)	5,338	5,338	-
Total Support Services School Administration		242,146	(6,750)	235,396	235,396	-
Total Undistributed Expenditures		367,708	53,485	421,193	420,593	600
Total Expenditures - Current Expense		2,908,737	(117,383)	2,791,354	2,790,216	1,138
Total School Based Expenditures		2,908,737	(117,383)	2,791,354	2,790,216	1,138
Other Financing Sources/(Uses):						
Operating Transfer In	15-5200-000-000	2,908,737	(117,383)	2,791,354	2,790,754	(600)
Total Other Financing Sources/(Uses)		2,908,737	(117,383)	2,791,354	2,790,754	(600)
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		-	-	-	538	538
Fund Balances, July 1		-	-	-	-	-
Fund Balances, June 30		\$ -	\$ -	\$ -	\$ 538	\$ 538



E. Special Revenue Fund

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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	SUB-TOTAL Brought Forward	PRESCHOOL EDUCATION AID	NON-PUBLIC AID				CHAPTER 192 - NON-PUBLIC AUXILIARY SERVICES				SUB-TOTAL		
			TEXTBOOK	TECHNOLOGY	NURSING	SECURITY	COMP-ED	ESL	INSTRUCTION	TRANSPORTATION			
Revenues:													
Slate Sources	\$ -	2,061,623	\$ 1,484,000	\$ 952,698	2,433,368	\$ 2,123,141	\$ 16,196,523	\$ 344,473	\$ 1,844	\$ 1,088,875	\$ 26,686,545	\$ 28,813,530	
Federal Sources	-	-	-	-	-	-	-	-	-	-	-	-	
Local Sources	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Revenues</b>	<b>\$ 28,813,530</b>	<b>\$ 2,061,623</b>	<b>\$ 1,484,000</b>	<b>\$ 952,698</b>	<b>\$ 2,433,368</b>	<b>\$ 2,123,141</b>	<b>\$ 16,196,523</b>	<b>\$ 344,473</b>	<b>\$ 1,844</b>	<b>\$ 1,088,875</b>	<b>\$ 55,500,075</b>		
Expenditures:													
Instruction:													
Salaries of Teachers	\$ 950,531	680,438	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,630,969
Other Salaries for Instruction	213,280	280,947	-	-	-	-	-	-	-	-	-	-	494,227
Purchased Professional Services	11,617,963	-	-	-	-	-	-	-	1,844	-	-	-	11,619,807
Other Purchased Services	1,484,212	25,877	-	-	-	-	-	-	-	-	-	-	1,510,089
General Supplies	515,841	22,932	-	907,306	-	-	-	-	-	-	-	-	1,446,079
Textbooks	-	-	1,484,000	-	-	-	-	-	-	-	-	-	1,484,000
Other Objects	1,885	-	-	-	-	-	-	-	-	-	-	-	1,885
<b>Total Instruction</b>	<b>14,783,712</b>	<b>1,010,194</b>	<b>1,484,000</b>	<b>907,306</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,844</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,187,056</b>
Support Services:													
Salaries of Supervisors	34,078	33,066	-	-	-	-	-	-	-	-	-	-	67,144
Salaries of Program Directors	41,859	-	-	-	-	-	-	-	-	-	-	-	41,859
Salaries of Other Professional Staff	589,208	-	-	30,412	37,310	-	-	-	-	-	-	-	656,930
Salaries of Secretarial & Clerical Assistants	25,794	31,288	-	-	-	-	-	-	-	-	-	-	57,082
Other Salaries	190,888	102,367	-	-	1,554	-	380,198	-	-	-	-	-	675,007
Personal Services-Employee Benefits	1,895,170	836,242	-	14,560	21,790	-	238,050	-	-	-	-	-	3,005,812
Purchased Professional Services	8,369,504	-	-	-	2,204,304	-	15,514,136	339,680	-	62,400	-	-	26,490,024
Other Purchased Services	408,526	38,529	-	-	-	-	57,742	-	-	435,642	-	-	940,439
Travel	2,364	-	-	-	-	-	-	-	-	-	-	-	2,364
Supplies & Materials	71,755	9,937	-	420	169,964	2,121,587	6,397	4,793	-	30,916	-	-	2,415,769
Indirect Costs	222,802	-	-	-	-	-	-	-	-	-	-	-	222,802
<b>Total Support Services</b>	<b>11,851,948</b>	<b>1,051,429</b>	<b>-</b>	<b>45,392</b>	<b>2,433,368</b>	<b>2,123,141</b>	<b>16,196,523</b>	<b>344,473</b>	<b>-</b>	<b>528,958</b>	<b>-</b>	<b>-</b>	<b>34,575,232</b>
Facilities Acquisition & Construction Services:													
Bldgs. Other than Lease Purchase	-	-	-	-	-	-	-	-	-	-	-	-	559,917
Instructional Equipment	52,694	-	-	-	-	-	-	-	-	-	-	-	52,694
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>52,694</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>559,917</b>	<b>-</b>	<b>-</b>	<b>612,611</b>
Other Financing Uses:													
Contrib. to Whole School Reform - General Fund	(2,125,176)	-	-	-	-	-	-	-	-	-	-	-	(2,125,176)
<b>Total Other Financing Uses</b>	<b>(2,125,176)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,125,176)</b>
<b>Total Expenditures</b>	<b>\$ 28,813,530</b>	<b>\$ 2,061,623</b>	<b>\$ 1,484,000</b>	<b>\$ 952,698</b>	<b>\$ 2,433,368</b>	<b>\$ 2,123,141</b>	<b>\$ 16,196,523</b>	<b>\$ 344,473</b>	<b>\$ 1,844</b>	<b>\$ 1,088,875</b>	<b>\$ 55,500,075</b>		

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	CHAPTER 193 - NON-PUBLIC HANDICAPPED SERVICES	NJEA	MUNICIPAL GRANTS	MUNICIPAL GRANTS	MUNICIPAL	GRAND				
	SUB-TOTAL Brought Forward	Supplemental Instruction	Exam and Classification	Corrective Speech	Sustainable Jersey	Special Ed. Services	Transport. #1	Athletics	Transport. #2	Totals
<b>Revenues:</b>										
State Sources	\$ 26,686,545	\$ 978,117	\$ 3,170,291	\$ 1,975,103	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,810,056
Federal Sources	28,813,530	-	-	-	-	-	-	-	-	28,813,530
Local Sources	-	-	-	-	5,031	548,433	1,055,841	452,343	1,100,000	3,161,648
<b>Total Revenues</b>	<b>\$ 55,500,075</b>	<b>\$ 978,117</b>	<b>\$ 3,170,291</b>	<b>\$ 1,975,103</b>	<b>\$ 5,031</b>	<b>\$ 548,433</b>	<b>\$ 1,055,841</b>	<b>\$ 452,343</b>	<b>\$ 1,100,000</b>	<b>\$ 64,785,234</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Salaries of Teachers	\$ 1,630,969	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 275,079	\$ -	\$ 1,906,048
Other Salaries for Instruction	494,227	-	-	-	-	-	-	-	-	494,227
Purchased Professional Services	11,619,807	-	-	-	-	-	-	-	-	11,619,807
Other Purchased Services	1,510,089	-	-	-	-	-	-	131,913	-	1,642,002
General Supplies	1,446,079	-	-	-	-	-	-	34,351	-	1,480,430
Textbooks	1,484,000	-	-	-	-	-	-	-	-	1,484,000
Other Objects	1,885	-	-	-	-	-	-	11,000	-	12,885
<b>Total Instruction</b>	<b>18,187,056</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>452,343</b>	<b>-</b>	<b>18,639,399</b>
<b>Support Services:</b>										
Salaries of Supervisors	67,144	-	-	-	-	-	-	-	-	67,144
Salaries of Program Directors	41,859	-	-	-	-	-	-	-	-	41,859
Salaries of Other Professional Staff	656,930	-	-	-	4,046	-	-	-	-	660,976
Salaries of Secretarial & Clerical Assistants	57,082	-	-	-	-	-	-	-	-	57,082
Other Salaries	675,007	23,849	5,004	-	-	-	-	-	-	703,860
Personal Services-Employee Benefits	3,005,812	1,721	383	-	310	-	-	-	-	3,008,226
Purchased Professional Services	26,490,024	952,547	3,164,904	1,933,601	-	548,433	-	-	-	33,089,509
Other Purchased Services	940,439	-	-	-	-	-	-	-	1,100,000	2,040,439
Travel	2,364	-	-	-	-	-	-	-	2,364	2,364
Contracted Services - Transportation	-	-	-	-	-	-	1,055,841	-	-	1,055,841
Supplies & Materials	2,415,769	-	-	41,502	675	-	-	-	-	2,457,946
Indirect Costs	222,802	-	-	-	-	-	-	-	-	222,802
<b>Total Support Services</b>	<b>34,575,232</b>	<b>978,117</b>	<b>3,170,291</b>	<b>1,975,103</b>	<b>5,031</b>	<b>548,433</b>	<b>1,055,841</b>	<b>-</b>	<b>1,100,000</b>	<b>43,408,048</b>
<b>Facilities Acquisition &amp; Construction Services:</b>										
Bldgs. Other than Lease Purchase	559,917	-	-	-	-	-	-	-	-	559,917
Instructional Equipment	52,694	-	-	-	-	-	-	-	-	52,694
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>612,611</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>612,611</b>
<b>Other Financing Uses:</b>										
Contrib. to Whole School Reform - General Fund	(2,125,176)	-	-	-	-	-	-	-	-	(2,125,176)
<b>Total Other Financing Uses</b>	<b>(2,125,176)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,125,176)</b>
<b>Total Expenditures</b>	<b>\$ 55,500,075</b>	<b>\$ 978,117</b>	<b>\$ 3,170,291</b>	<b>\$ 1,975,103</b>	<b>\$ 5,031</b>	<b>\$ 548,433</b>	<b>\$ 1,055,841</b>	<b>\$ 452,343</b>	<b>\$ 1,100,000</b>	<b>\$ 64,785,234</b>

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID OF EXPENDITURES  
BUDGETARY BASIS  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 990,878	\$ 680,438	\$ 310,440
Other Salaries for Instruction	280,947	280,947	-
Other Purchased Services	25,877	25,877	-
General Supplies	23,009	22,932	77
	<hr/>	<hr/>	<hr/>
Total Instruction	1,320,711	1,010,194	310,517
	<hr/>	<hr/>	<hr/>
Support Services:			
Salaries of Supervisors of Instruction	33,066	33,066	-
Salaries of Other Professional Staff	21,217	-	21,217
Salaries of Secretarial & Clerical Assistants	31,288	31,288	-
Other Salaries	94,104	102,367	(8,263)
Personal Services - Employee Benefits	841,884	836,242	5,642
Other Purchased Services	38,389	38,529	(140)
Miscellaneous Purchased Services	1,720	-	1,720
Supplies and Materials	10,046	9,937	109
	<hr/>	<hr/>	<hr/>
Total Support Services	1,071,714	1,051,429	20,285
	<hr/>	<hr/>	<hr/>
Total Expenditures	\$ 2,392,425	\$ 2,061,623	\$ 330,802
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**CALCULATION OF BUDGET & CARRYOVER**

Total Revised 2017-2018 Preschool Education Aid Allocation	\$ 1,981,985
Add: Actual Preschool Education Aid Carryover (June 30, 2017)	<hr/> 410,440
Total Preschool Education Aid Funds Available for 2017-2018 Budget	2,392,425
Less: 2017-2018 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<hr/> (2,392,425)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2017	-
Add: June 30, 2018 Unexpended Preschool Education Aid Funds	<hr/> 330,802
2017-2018 Carryover - Preschool Education Aid Funds	<hr/> <hr/> \$ 330,802
2017-2018 Preschool Education Aid Funds Carryover Budgeted in 2018-2019	<hr/> <hr/> \$ 410,440

F. Capital Projects Fund

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**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY STATEMENT OF PROJECT EXPENDITURES  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

PROJECT TITLE/ISSUE	ORIGINAL APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED BALANCE JUNE 30, 2018
		PRIOR YEARS	CURRENT YEAR	
<b>2013 Lease Purchase:</b>				
High School HVAC Replacement	\$ 505,462	\$ 505,462	\$ -	\$ -
High School Hot Water Heater Replacement	32,940	32,940	-	-
Middle School Roof Project	2,233,705	2,233,705	-	-
Board Office Project	1,974,125	1,974,125	-	-
Middle School Window Replacement	534,000	534,000	-	-
Middle School Exhaust Replacement	192,116	192,116	-	-
Soft Costs	62,441	62,441	-	-
Unallocated	209,811	79,496	796	129,519
<b>Lease Purchase Total</b>	<b>\$ 5,744,600</b>	<b>\$ 5,614,285</b>	<b>\$ 796</b>	<b>\$ 129,519</b>
<b>2015 Bond Referendum:</b>				
HVAC System Upgrades at Lakewood HS, Oak Street School, Spruce Street School, Clifton Ave. School, Lakewood Middle School and E.G. Clarke School and roofing replacement and related repairs at Oak Street School, Spruce Street School, Clifton Ave. School and E.G. Clarke School.	29,586,358	28,518,097	1,066,020	2,241
Refinance Outstanding Lease Purchase	5,110,883	5,110,883	-	-
	34,697,241	33,628,980	1,066,020	2,241
<b>Lease Purchase Total</b>	<b>\$ 40,441,841</b>	<b>\$ 39,243,265</b>	<b>\$ 1,066,816</b>	<b>\$ 131,760</b>
Unexpected Project Authorizations				\$ 131,760
Debt Authorized But Not Issued				(2,241)
<b>Fund Balance</b>				<b>\$ 129,519</b>

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE-BUDGETARY BASIS  
FOR THE YEAR ENDED JUNE 30, 2018**

Revenues & Other Financing Sources:	
Interest on Investments	\$ 7,657
	<hr/>
Total Revenues	7,657
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	618
Construction Services	1,066,198
Transfers to Debt Service Fund	7,657
	<hr/>
Total Expenditures	1,074,473
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,066,816)
Fund Balance - Beginning	1,196,335
	<hr/>
Fund Balance - Ending	\$ 129,519
	<hr/> <hr/>

**LAKESIDE TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
2014 LEASE PURCHASE - VARIOUS CAPITAL IMPROVEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Lease Purchase Proceeds	\$ 5,745,000	\$ -	\$ 5,745,000	\$ 5,745,000
Total Revenues	5,745,000	-	5,745,000	5,745,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	355,295	-	355,295	355,800
Construction Services	5,259,390	796	5,260,186	5,389,200
Total Expenditures	5,614,685	796	5,615,481	5,745,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 130,315	\$ (796)	\$ 129,519	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	N/A
Grant Date	N/A
Lease Purchase Issue Date	6/28/2013
Lease Purchase Authorized	5,745,000
Lease Purchased Issued	5,745,000
Original Authorized Cost	5,745,000
Revised Authorized Cost	5,745,000
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Increase Over Original Authorized Costs	0.00%
Percentage Completion	97.73%
Original Target Completion Date	2014/15
Revised Target Completion Date	2014/15

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
2015 REFERENDUM - VARIOUS CAPITAL IMPROVEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Serial Bond Proceeds	\$ 34,695,000	\$ -	\$ 34,695,000	\$ 34,697,241
Total Revenues	<u>34,695,000</u>	<u>-</u>	<u>34,695,000</u>	<u>34,697,241</u>
Expenditures & Other Financing Uses:				
General Administration				
Cost of Issuance	156,481	-	156,481	156,481
Interest on Notes	21,667	-	21,667	21,667
Debt Service				
Refunding of Lease Purchase	5,110,883	-	5,110,883	5,110,883
Capital Outlay				
Miscellaneous	29,764	-	29,764	29,764
Purchased Professional and Technical Services	1,978,132	618	1,978,750	1,978,750
Construction Services	26,332,053	1,065,402	27,397,455	27,399,696
Total Expenditures	<u>33,628,980</u>	<u>1,066,020</u>	<u>34,695,000</u>	<u>34,697,241</u>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	<u>\$ 1,066,020</u>	<u>\$ (1,066,020)</u>	<u>\$ -</u>	<u>\$ -</u>

**ADDITIONAL PROJECT INFORMATION**

Project Number	N/A
Grant Date	N/A
Bond Issue Date	2/17/2015
Bonds Authorized	34,697,241
Bonds Issued	34,695,000
Original Authorized Cost	34,697,241
Revised Authorized Cost	34,697,241
Percentage Decrease Over Original Authorized Cost	0.00%
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	96.92%
Original Target Completion Date	2017/18
Revised Target Completion Date	2017/18

G. Proprietary Funds

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Enterprise Funds

(See Exhibits B-4 through B-6)

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Internal Service Funds

Not Applicable

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## H. Fiduciary Fund

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**LAKELWOOD TOWNSHIP SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE				PARENT RESOURCE		AGENCY		TOTALS
	WORKERS COMPENSATION TRUST	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE PURPOSE SCHOLARSHIP TRUST	CENTER/COLLEGE APPLICATION TRUST	STUDENT ACTIVITY	PAYROLL			
						AGENCY	AGENCY		
Cash & Cash Equivalents	\$ -	\$ 373,182	\$ 42,890	\$ 9,964	\$ 138,270	\$ 1,529,176	\$ 2,093,482		
Investments	-	-	133,514	-	-	-	133,514		
Interfunds Receivable	-	32,726	-	-	-	265,000	297,726		
Total Assets	-	405,908	176,404	9,964	138,270	1,794,176	2,524,722		
<b>LIABILITIES</b>									
Interfunds Payable	-	196,549	-	-	-	441,342	637,891		
Accounts Payable	-	25,819	-	-	-	-	25,819		
Summer Payment Plan Deposits	-	-	-	-	-	913,624	913,624		
Flexible Spending Account Deposits	-	-	-	-	-	29,016	29,016		
Due to Student Groups	-	-	-	-	138,270	-	138,270		
Payroll Deductions & Withholdings	-	-	-	-	-	410,194	410,194		
Total Liabilities	-	222,368	-	-	138,270	1,794,176	2,154,814		
<b>NET POSITION</b>									
Reserve For:	-	183,540	-	-	-	-	183,540		
Unemployment Compensation	-	-	176,404	9,964	-	-	186,368		
Scholarships	-	-	-	-	-	-	-		
Total Net Position	\$ -	\$ 183,540	\$ 176,404	\$ 9,964	\$ -	\$ -	\$ 369,908		

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2018**

ADDITIONS	PRIVATE PURPOSE				TOTALS
	WORKERS COMPENSATION TRUST	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE-PURPOSE SCHOLARSHIP TRUST	PARENT RESOURCE CENTER/COLLEGE APPLICATION TRUST	
Contributions:					
District	\$ -	\$ 38,707	\$ -	\$ -	\$ 38,707
Employees	-	118,283	-	-	118,283
Interest Earnings	66	3,416	3,680	116	7,278
Total Contributions	66	160,406	3,680	116	164,268
Total Additions	66	160,406	3,680	116	164,268
DEDUCTIONS					
Unemployment Claims	-	195,664	-	-	195,664
Loss on Fair Market	-	-	4,067	-	4,067
Value of Investments	7,198	-	2,250	-	9,448
Miscellaneous					
Total Deductions	7,198	195,664	6,317	-	209,179
Change in Net Position	(7,132)	(35,258)	(2,637)	116	(44,911)
Net Position - Beginning of the Year	7,132	218,798	179,041	9,848	414,819
Net Position - End of the Year	\$ -	\$ 183,540	\$ 176,404	\$ 9,964	\$ 369,908

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

	BALANCE JULY 1, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
Activities Account	\$ 99,901	\$ 147,178	\$ 137,600	\$ 109,479
Athletics Account	15,839	74,796	61,844	28,791
<b>Total</b>	<b>\$ 115,740</b>	<b>\$ 221,974</b>	<b>\$ 199,444</b>	<b>\$ 138,270</b>

**PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR FISCAL YEAR ENDED JUNE 30, 2018**

ASSETS	BALANCE JULY 1, 2017	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2018
Cash & Cash Equivalents	\$ 833,870	\$ 55,911,417	\$ 55,216,111	\$ 1,529,176
Accounts Receivable	168,171	-	168,171	-
Due from Other Funds	278,370	-	13,370	265,000
<b>Total Assets</b>	<b>\$ 1,280,411</b>	<b>\$ 55,911,417</b>	<b>\$ 55,397,652</b>	<b>\$ 1,794,176</b>
<b>LIABILITIES</b>				
Due to Other Funds	\$ 387,338	\$ 55,009	\$ 1,005	\$ 441,342
Net Payroll - Due to Employees	-	30,896,480	30,896,480	-
Summer Payment Plan Deposits	922,716	930,595	939,687	913,624
Flexible Spending Account Deposits	31,470	56,564	59,018	29,016
Payroll Deductions and Withholdings	(61,113)	23,972,769	23,501,462	410,194
<b>Total Liabilities</b>	<b>\$ 1,280,411</b>	<b>\$ 55,911,417</b>	<b>\$ 55,397,652</b>	<b>\$ 1,794,176</b>

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## I. Long-Term Debt

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**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
STATEMENT OF SERIAL BONDS PAYABLE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date</u>	<u>Maturities Amount</u>	<u>Interest Rate</u>	<u>July 1, 2017</u>	<u>Issued</u>	<u>Retired</u>	<u>June 30, 2018</u>
2015 Referendum	2/17/2015	\$ 34,695,000	9/15/2018	\$ 1,350,000	2.75%				
			9/15/2019	\$ 1,400,000	2.75%				
			9/15/2020	\$ 1,470,000	2.75%				
			9/15/2021	\$ 1,525,000	2.75%				
			9/15/2022	\$ 1,590,000	2.75%				
			9/15/2023	\$ 1,650,000	3.00%				
			9/15/2024	\$ 1,725,000	3.00%				
			9/15/2025	\$ 1,785,000	3.00%				
			9/15/2026	\$ 1,850,000	3.00%				
			9/15/2027	\$ 1,925,000	3.00%				
			9/15/2028	\$ 2,015,000	3.00%				
			9/15/2029	\$ 2,100,000	3.00%				
			9/15/2030	\$ 2,175,000	3.00%				
			9/15/2031	\$ 2,270,000	3.00%				
			9/15/2032	\$ 2,365,000	3.00%				
			9/15/2033	\$ 2,450,000	3.00%				
			9/15/2034	\$ 2,500,000	3.00%				
						\$ 33,445,000	\$ -	\$ 1,300,000	\$ 32,145,000
						\$ 33,445,000	\$ -	\$ 1,300,000	\$ 32,145,000

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASE AGREEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

<u>Description</u>	<u>Date of Lease</u>	<u>Term of Lease (in Months)</u>	<u>Amount of Original Issue Principal</u>	<u>Interest</u>	<u>July 1, 2017</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2018</u>
School Buses	5/25/2014	36	\$ 424,200	\$ 20,400	\$ 201,900	-	\$ 201,900	\$ -
Text Books	7/25/2015	48	555,000	28,886	295,994	-	145,616	150,378
School Buses	3/10/2016	60	343,919	24,398	229,131	-	54,911	174,220
School Buses	6/15/2016	84	2,124,294	234,803	1,911,504	-	294,255	1,617,249
School Buses	6/15/2017	60	476,248	30,437	476,248	-	99,478	376,770
School Buses	12/1/2017	60	493,297	46,039	-	493,297	-	493,297
					<u>\$ 3,114,777</u>	<u>\$ 493,297</u>	<u>\$ 796,160</u>	<u>\$ 2,811,914</u>

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	JUNE 30, 2018				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,612,273	\$ -	\$ 1,612,273	\$ 1,612,273	\$ -
State Sources:					
Debt Service Aid - Type II	651,615	-	651,615	651,615	-
Total Revenues	<u>2,263,888</u>	<u>-</u>	<u>2,263,888</u>	<u>2,263,888</u>	<u>-</u>
EXPENDITURES:					
Regular Debt Service:					
Interest on Debt	963,888	-	963,888	963,887	1
Redemption of Principal	1,300,000	-	1,300,000	1,300,000	-
Total Regular Debt Service	<u>2,263,888</u>	<u>-</u>	<u>2,263,888</u>	<u>2,263,887</u>	<u>1</u>
Total Expenditures	<u>2,263,888</u>	<u>-</u>	<u>2,263,888</u>	<u>2,263,887</u>	<u>1</u>
Total Outflows	<u>2,263,888</u>	<u>-</u>	<u>2,263,888</u>	<u>2,263,887</u>	<u>1</u>
Other Financing Sources/(Uses):					
Operating Transfer In - Capital Projects Fund	-	-	-	7,657	7,657
Total Other Financing Sources/(Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,657</u>	<u>7,657</u>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	7,658	7,658
Fund Balance, July 1	<u>1</u>	<u>-</u>	<u>1</u>	<u>1</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 7,659</u>	<u>\$ 7,658</u>

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**STATISTICAL SECTION (Unaudited)**

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

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
FISCAL YEAR ENDING JUNE 30.										
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 10,215,289	\$ 11,619,710	\$ 10,770,458	\$ 11,469,917	\$ 13,072,369	\$ 12,022,392	\$ 12,110,017	\$ 11,536,711	\$ 10,326,554	\$ 8,455,577
Restricted	137,178	1	1	874,494	910,733	4,123,316	43	45	2	-
Unrestricted	(57,339,083)	(47,117,913)	(39,836,847)	(36,007,783)	(35,682,116)	(11,913,721)	(3,655,333)	(89,679)	(3,632,854)	(6,838,288)
<b>Total Governmental Activities</b>										
Net Position	<u>\$ (46,986,616)</u>	<u>\$ (35,498,202)</u>	<u>\$ (29,066,388)</u>	<u>\$ (23,663,372)</u>	<u>\$ (21,699,014)</u>	<u>\$ 4,231,987</u>	<u>\$ 8,454,727</u>	<u>\$ 11,447,077</u>	<u>\$ 6,693,702</u>	<u>\$ 1,617,289</u>
<b>Business-Type Activities</b>										
Net Investment in Capital Assets	\$ 1,024,179	\$ 685,681	\$ 547,223	\$ 537,704	\$ 237,632	\$ 397,052	\$ 427,816	\$ 368,458	\$ 369,726	\$ 386,586
Unrestricted	2,165,293	2,619,983	2,529,455	2,549,599	2,917,582	1,075,278	1,533,546	1,288,067	870,243	537,808
<b>Total Business-Type Activities</b>										
Net Position	<u>\$ 3,189,472</u>	<u>\$ 3,305,664</u>	<u>\$ 3,076,678</u>	<u>\$ 3,087,303</u>	<u>\$ 3,155,214</u>	<u>\$ 1,472,330</u>	<u>\$ 1,961,362</u>	<u>\$ 1,656,525</u>	<u>\$ 1,239,969</u>	<u>\$ 924,394</u>
<b>Government-Wide</b>										
Net Investment in Capital Assets	\$ 11,239,468	\$ 12,305,391	\$ 11,317,681	\$ 12,007,621	\$ 13,310,001	\$ 12,419,444	\$ 12,537,833	\$ 11,905,169	\$ 10,696,280	\$ 8,842,163
Restricted	137,178	1	1	874,494	910,733	4,123,316	43	45	2	-
Unrestricted	(55,173,790)	(44,497,930)	(37,307,392)	(33,458,184)	(32,764,534)	(10,838,443)	(2,121,787)	1,198,388	(2,762,611)	(6,300,480)
<b>Total District Net Position</b>	<u>\$ (43,797,144)</u>	<u>\$ (32,192,538)</u>	<u>\$ (25,989,710)</u>	<u>\$ (20,576,069)</u>	<u>\$ (18,543,800)</u>	<u>\$ 5,704,317</u>	<u>\$ 10,416,089</u>	<u>\$ 13,103,602</u>	<u>\$ 7,933,671</u>	<u>\$ 2,541,683</u>

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<b>Expenses:</b>										
<b>Governmental Activities</b>										
<b>Instruction:</b>										
Regular	\$ 35,665,423	\$ 49,774,796	\$ 40,225,349	\$ 31,984,035	\$ 35,477,157	\$ 34,508,655	\$ 31,814,644	\$ 26,163,927	\$ 26,958,899	\$ 25,719,177
Special Education	7,726,819	44,558,540	37,683,700	38,847,354	32,723,399	30,646,304	25,797,869	6,429,849	5,656,990	6,475,575
Other Special Education	3,970,450	11,774,822	10,162,063	11,797,288	5,658,237	6,064,313	4,847,231	3,744,551	2,429,689	2,946,097
School Sponsored Activities/Athletics	-	1,588,104	1,606,735	1,376,304	1,399,341	1,195,455	1,266,845	905,868	843,857	835,774
Community Service Programs/Operations	-	-	-	-	-	-	-	108,989	78,174	218,100
Other Instruction	1,561,720	-	-	-	-	-	-	-	-	-
<b>Support Services:</b>										
Tuition	33,313,940	-	-	-	-	-	-	15,798,337	15,497,723	15,271,616
Attendance	251,113	-	-	-	-	-	-	-	-	-
Health Services	493,568	-	-	-	-	-	-	-	-	-
Student & Instruction Related Services	50,991,935	51,684,343	51,684,343	45,616,152	49,368,421	46,725,353	44,968,464	39,011,375	40,175,072	32,638,706
Educational Media Services/										
School Library	408,126	-	-	-	-	-	-	-	-	-
General Administrative Services	3,040,974	3,261,815	2,632,224	3,232,042	2,590,492	2,169,366	2,144,616	1,986,601	2,291,859	2,462,247
School Administrative Services	1,956,079	6,057,411	5,523,041	4,440,359	3,797,677	3,766,792	4,033,453	3,443,966	3,707,747	3,688,697
Central Services	1,097,391	2,970,516	2,550,977	2,392,174	2,069,456	1,765,810	1,639,754	-	-	-
Administrative Information Technology	877,571	-	-	-	-	-	-	-	-	-
Plant Operations & Maintenance	7,116,470	9,560,255	8,217,595	6,409,213	7,376,514	6,786,985	6,231,930	7,307,360	6,994,554	6,993,299
Pupil Transportation	30,003,240	29,373,313	27,225,354	23,926,991	22,160,268	20,316,662	18,284,409	16,022,884	16,560,794	15,356,692
Unallocated Benefits	57,310,356	-	-	-	-	-	-	12,454,456	17,512,777	16,108,033
Special Schools	-	-	-	-	-	-	-	-	152,783	126,884
Transfer to Charter School	2,118,057	-	-	-	-	-	-	-	-	-
Interest on Long-Term Debt	911,533	1,152,780	1,094,793	295,818	103,829	54,973	61,347	147,822	238,609	316,752
Unallocated Disposal of Capital Assets	-	-	-	-	-	-	-	-	-	253,469
Unallocated Depreciation and Amortization	3,878,166	862,105	703,668	580,484	773,373	773,373	691,091	576,769	615,066	666,788
<b>Total Governmental Activities Expenses</b>	<b>242,692,931</b>	<b>214,374,064</b>	<b>189,309,842</b>	<b>170,898,214</b>	<b>163,498,164</b>	<b>154,774,041</b>	<b>141,781,653</b>	<b>134,102,754</b>	<b>139,714,593</b>	<b>130,077,906</b>
<b>Business-Type Activities:</b>										
Food Service	5,394,935	5,193,423	5,221,912	5,112,822	3,680,840	3,250,287	3,362,501	3,029,670	2,750,516	2,633,301
Latchkey Program	-	-	-	-	-	-	-	2,087	158,480	186,019
Community School	-	-	-	-	18	205	263	209,086	277,611	524,533
<b>Total Business-Type Activities Expense</b>	<b>5,394,935</b>	<b>5,193,423</b>	<b>5,221,912</b>	<b>5,112,822</b>	<b>3,680,858</b>	<b>3,250,492</b>	<b>3,362,764</b>	<b>3,240,843</b>	<b>3,186,607</b>	<b>3,343,853</b>
<b>Total District Expenses</b>	<b>\$ 248,087,866</b>	<b>\$ 219,567,487</b>	<b>\$ 194,531,754</b>	<b>\$ 176,011,036</b>	<b>\$ 167,179,022</b>	<b>\$ 158,024,533</b>	<b>\$ 145,144,417</b>	<b>\$ 137,343,597</b>	<b>\$ 142,901,200</b>	<b>\$ 133,421,759</b>

**LAKEWOOD TOWNSHIP 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
<b>Program Revenues:</b>										
<b>Governmental Activities:</b>										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 51,619	\$ 93,062	\$ 125,040	\$ 52,832	\$ 98,025	\$ 74,173
Operating Grants & Contributions	88,689,159	94,961,199	74,320,059	66,119,440	62,666,142	61,149,101	53,293,584	41,307,926	42,369,166	32,050,733
Capital Grants & Contributions	-	164,625	52,277	628,057	840,909	649,855	-	180,961	579,798	37,118
<b>Total Governmental Activities Program Revenues</b>	<b>88,689,159</b>	<b>95,125,824</b>	<b>74,372,336</b>	<b>66,747,497</b>	<b>63,558,670</b>	<b>61,892,018</b>	<b>53,418,624</b>	<b>41,541,719</b>	<b>43,046,989</b>	<b>32,162,024</b>
<b>Business-Type Activities:</b>										
Charges for Services:										
Food Service	469,306	376,242	324,594	465,169	562,259	426,725	459,731	480,231	488,489	523,747
Latchkey Program	-	-	-	-	-	-	-	3	111,133	152,082
Community School	-	-	-	-	2,674	-	4,574	81,372	120,967	339,879
Operating Grants & Contributions	4,809,437	5,039,663	4,885,735	4,578,882	3,753,537	3,532,551	3,201,542	2,874,260	2,687,649	2,413,234
Capital Grants & Contributions	-	-	-	-	-	-	-	17,525	-	-
<b>Total Business Type Activities Program Revenues</b>	<b>5,278,743</b>	<b>5,415,905</b>	<b>5,210,329</b>	<b>5,044,051</b>	<b>4,318,470</b>	<b>3,959,276</b>	<b>3,665,847</b>	<b>3,453,391</b>	<b>3,408,238</b>	<b>3,428,942</b>
<b>Total District Program Revenues</b>	<b>\$ 93,967,902</b>	<b>\$ 100,541,729</b>	<b>\$ 79,582,665</b>	<b>\$ 71,791,548</b>	<b>\$ 67,877,140</b>	<b>\$ 65,851,294</b>	<b>\$ 57,084,471</b>	<b>\$ 44,995,110</b>	<b>\$ 46,455,227</b>	<b>\$ 35,590,966</b>
<b>Net (Expense)/Revenue:</b>										
Governmental Activities	\$ (154,003,772)	\$ (119,248,240)	\$ (114,937,506)	\$ (104,150,717)	\$ (99,939,494)	\$ (92,882,023)	\$ (88,363,029)	\$ (92,561,035)	\$ (96,667,604)	\$ (97,915,882)
Business-Type Activities	(116,192)	222,482	(11,583)	(68,771)	637,612	708,784	303,083	212,548	221,631	85,089
<b>Total District-Wide Net Expense</b>	<b>\$ (154,119,964)</b>	<b>\$ (119,025,758)</b>	<b>\$ (114,949,089)</b>	<b>\$ (104,219,488)</b>	<b>\$ (99,301,882)</b>	<b>\$ (92,173,239)</b>	<b>\$ (88,059,946)</b>	<b>\$ (92,348,487)</b>	<b>\$ (96,445,973)</b>	<b>\$ (97,830,793)</b>
<b>General Revenues &amp; Other Changes in Net Position:</b>										
<b>Governmental Activities:</b>										
Property Taxes Levied for										
General Purposes, Net	\$ 98,574,272	\$ 94,088,028	\$ 90,350,168	\$ 84,693,837	\$ 77,097,641	\$ 70,630,210	\$ 70,238,004	\$ 71,593,625	\$ 71,593,625	\$ 69,597,133
Taxes Levied for Debt Service	-	1,286,269	543,639	207,260	217,615	1,615,847	867,074	1,952,532	1,242,075	1,250,715
Federal & State Aid - Unrestricted	39,066,868	15,313,946	15,401,026	15,354,175	15,268,983	14,970,375	14,783,483	25,038,275	28,487,610	27,722,354
Federal & State Aid - Restricted	-	534,576	15,648	18,225	18,225	18,225	74,461	75,849	86,065	82,635
Federal Grants for School Based Budgets	-	2,601,215	1,656,635	-	-	-	-	-	-	-
Unrestricted Interest Earnings	-	69,231	82,102	73,203	30,825	26,862	5,030	22,400	12,805	104,271
Miscellaneous Income	4,874,218	1,372,306	1,485,272	1,839,659	1,161,896	197,576	529,517	332,304	321,837	395,258
<b>Special Items:</b>										
Disallowed Federal Grant Program Costs	-	-	-	-	(3,185,605)	-	-	-	-	-
Gain from Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	(1,176,774)	1,200,000	-	(93,158)	-	950,000
<b>Total Governmental Activities</b>	<b>\$ 142,515,358</b>	<b>\$ 115,265,571</b>	<b>\$ 109,534,490</b>	<b>\$ 102,186,359</b>	<b>\$ 89,432,806</b>	<b>\$ 88,659,095</b>	<b>\$ 86,497,569</b>	<b>\$ 98,941,827</b>	<b>\$ 101,744,017</b>	<b>\$ 100,102,366</b>

**LAKEWOOD TOWNSHIP 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
<b>Business-Type Activities:</b>										
Unrestricted Interest Earnings	\$ -	\$ 6,504	\$ 958	\$ 860	\$ 899	\$ 2,184	\$ 1,754	\$ 1,800	\$ 1,014	\$ 2,329
Contributions	-	-	-	-	-	-	-	101,249	92,932	178,496
Transfers	-	-	-	-	1,176,774	(1,200,000)	-	93,158	-	-
<b>Total Business-Type Activities</b>	-	6,504	958	860	1,177,673	(1,197,816)	1,754	196,207	93,946	180,825
<b>Total District-Wide</b>	\$ 142,515,358	\$ 115,272,075	\$ 109,535,448	\$ 102,187,219	\$ 90,610,479	\$ 87,461,279	\$ 86,499,323	\$ 99,138,034	\$ 101,837,963	\$ 100,283,191
<b>Change in Net Position:</b>										
Governmental Activities	\$ (11,488,414)	\$ (3,982,669)	\$ (5,403,016)	\$ (1,964,358)	\$ (10,506,688)	\$ (4,222,928)	\$ (1,865,460)	\$ 6,380,792	\$ 5,076,413	\$ 2,186,484
Business-Type Activities	(116,192)	228,986	(10,625)	(67,911)	1,815,285	(489,032)	304,837	408,755	315,577	265,914
<b>Total District</b>	\$ (11,604,606)	\$ (3,753,683)	\$ (5,413,641)	\$ (2,032,269)	\$ (8,691,403)	\$ (4,711,960)	\$ (1,560,623)	\$ 6,789,547	\$ 5,391,990	\$ 2,452,398

**LAKEWOOD TOWNSHIP 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
<b>General Fund:</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ 1,741,177	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	-	476,248	2,124,294	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	698,252	954,752	-	-	-
Assigned	960,319	374,546	908,484	-	100,462	326,488	2,982,437	3,108,209	2,972,622	151,227
Unassigned	(11,074,154)	(11,163,135)	(17,362,880)	(14,700,589)	(12,002,925)	(4,165,721)	(3,089,293)	176,875	273,342	-
<b>Total General Fund</b>	<b>\$ (10,113,835)</b>	<b>\$ (10,312,341)</b>	<b>\$ (14,330,102)</b>	<b>\$ (12,959,412)</b>	<b>\$ (11,902,463)</b>	<b>\$ (3,140,981)</b>	<b>\$ 847,896</b>	<b>\$ 3,285,084</b>	<b>\$ 3,245,964</b>	<b>\$ 151,227</b>
<b>All Other Governmental Funds:</b>										
Assigned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,126,703	\$ -	\$ -
Restricted	137,178	1,196,336	10,173,759	26,819,497	910,733	4,123,316	43	45	2	1
Unassigned	(3,185,605)	(3,185,605)	(3,185,605)	(3,285,255)	(3,313,390)	(228,210)	-	-	(268,566)	(247,130)
<b>Total All Other Governmental Funds</b>	<b>\$ (3,048,427)</b>	<b>\$ (1,989,269)</b>	<b>\$ 6,988,154</b>	<b>\$ 23,534,242</b>	<b>\$ (2,402,657)</b>	<b>\$ 3,895,106</b>	<b>\$ 43</b>	<b>\$ 1,126,748</b>	<b>\$ (268,564)</b>	<b>\$ (247,129)</b>

**LAKEWOOD TOWNSHIP 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
<b>Revenues:</b>										
Tax Levy	\$ 98,574,272	\$ 95,374,297	\$ 90,893,807	\$ 84,901,097	\$ 77,315,256	\$ 72,246,057	\$ 71,105,078	\$ 73,546,157	\$ 72,835,700	\$ 70,847,848
Tuition Charges	-	-	-	-	51,619	93,062	125,040	52,832	98,025	74,173
Transportation Charges	-	-	-	-	-	-	-	-	-	-
Textbook Sales and Rentals	-	-	-	-	-	-	5,030	-	-	-
Unrestricted Miscellaneous Revenues	4,874,218	3,473,759	2,572,237	1,925,251	1,192,721	224,438	549,109	352,047	330,346	1,449,529
Federal Sources	30,058,476	28,787,734	22,822,594	19,220,615	22,666,199	22,151,571	18,891,155	18,695,167	24,085,496	12,158,436
State Sources	78,376,496	68,509,588	58,132,363	57,130,959	56,128,060	54,635,985	49,240,781	47,808,034	46,862,942	47,658,605
Local Sources	-	-	-	-	-	-	-	-	-	75,800
<b>Total Revenue</b>	<b>211,883,462</b>	<b>196,145,378</b>	<b>174,421,001</b>	<b>163,177,922</b>	<b>157,353,855</b>	<b>149,351,113</b>	<b>139,916,193</b>	<b>140,454,237</b>	<b>144,212,509</b>	<b>132,264,391</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	35,665,423	43,413,397	35,988,819	29,266,699	35,683,752	34,181,671	31,757,162	27,019,482	26,921,964	25,096,788
Special Education Instruction	7,726,819	42,121,812	36,252,727	38,032,953	32,817,339	30,537,677	25,792,359	6,731,756	5,674,237	6,310,871
Other Special Instruction	3,970,450	9,847,109	9,086,343	11,115,694	5,718,477	5,993,143	4,843,836	3,899,099	2,437,229	2,871,388
Other Instruction	1,561,720	1,415,714	1,541,074	1,381,136	1,410,891	1,182,770	1,266,166	939,903	845,877	819,944
Community Services	-	-	-	-	-	-	-	114,053	78,412	212,548
Programs/Operations	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	33,313,940	-	-	-	-	-	-	15,798,337	15,497,723	15,271,616
Attendance	251,113	-	-	-	-	-	-	-	-	-
Health Services	493,568	-	-	-	-	-	-	-	-	-
Student & Instruction Related Services	50,991,935	50,025,039	49,641,693	44,354,908	49,489,601	46,597,487	44,961,670	39,368,059	40,196,303	32,415,576
Educational Media Services/School Library	408,126	-	-	-	-	-	-	-	-	-
Other Administrative Services	1,956,079	5,608,548	4,835,729	4,487,295	4,649,364	3,876,377	3,730,420	1,989,085	2,267,554	2,181,602
School Administrative Services	3,040,974	4,988,322	4,889,223	4,117,425	3,756,320	3,638,398	3,964,770	3,542,117	3,698,403	3,643,345
Central Services	1,097,391	-	-	-	-	-	-	-	-	-
Administrative Information Technology	877,571	-	-	-	-	-	-	-	-	-
Plant Operations & Maintenance	7,116,470	9,230,501	8,037,819	6,324,001	6,828,485	6,640,966	6,123,788	7,202,621	6,914,771	6,691,773
Pupil Transportation	30,799,400	28,797,644	27,156,552	23,931,396	22,590,184	20,312,121	18,284,218	16,035,448	16,561,671	15,350,587
Unallocated Benefits	24,978,773	-	-	-	-	-	-	12,454,456	17,512,777	15,911,604
On-Behalf TPAF Pension and Social Security Contributions	10,398,267	-	-	-	-	-	-	-	-	-

**LAKEWOOD TOWNSHIP 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):										
Capital Outlay	2,729,487	11,877,356	16,330,062	4,373,366	4,461,820	3,142,878	643,081	137,188	956,872	1,588,718
Special Schools	-	-	-	-	-	-	-	-	153,233	123,778
Debt Service:										
Principal	1,300,000	2,902,800	478,375	5,304,026	973,297	226,676	873,043	1,859,513	1,135,000	1,085,000
Interest & Other Charges	964,526	1,043,229	1,122,476	1,110,838	95,391	59,763	112,871	179,168	209,532	269,009
Total Expenditures	219,642,032	211,271,471	195,360,892	173,799,737	168,474,921	156,389,927	142,353,384	137,270,285	141,061,558	129,844,147
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(7,758,570)	(15,126,093)	(20,939,891)	(10,621,815)	(11,121,066)	(7,038,814)	(2,437,191)	3,183,952	3,150,951	2,420,244
Other Financing Sources/(Uses):										
Bond Proceeds (Incl. Premium)	-	-	-	35,501,765	-	-	-	-	-	-
Capital Leases (Non-Budgeted)	493,297	476,248	3,023,113	-	424,200	5,745,000	-	35,589	-	-
State Aid Advance Loan	8,522,678	5,640,183	-	-	-	-	-	-	-	-
Cancellation of Accounts Receivable	-	-	-	-	-	-	-	(67,194)	(81,944)	(552,543)
Cancellation of Accounts Payable	-	-	-	-	-	-	-	2,657	4,296	-
Transfer to Charter Schools	(2,118,057)	-	-	-	-	-	-	-	-	-
Disallowed Federal Grant Costs	-	-	-	-	(3,185,605)	-	-	-	-	-
Operating Transfers	-	-	-	-	(1,176,774)	1,200,000	-	(93,158)	-	-
Total Other Financing Sources/(Uses)	6,897,918	6,116,431	3,023,113	35,501,765	(3,938,179)	6,945,000	-	(122,106)	(77,648)	(552,543)
Net Change in Fund Balances	\$ (860,652)	\$ (9,009,662)	\$ (17,916,778)	\$ 24,879,950	\$ (15,059,245)	\$ (93,814)	\$ (2,437,191)	\$ 3,061,846	\$ 3,073,303	\$ 1,867,701

Debt Service as a Percentage of Noncapital Expenditures 1.04% 1.98% 0.89% 3.79% 0.65% 0.19% 0.70% 1.49% 0.96% 1.06%

Source: District records

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

FISCAL YEAR ENDING JUNE 30,	INTEREST EARNED	TUITION	SALE OF ASSETS	TEXTBOOK SALES & RENTALS	INSURANCE/ OTHER REFUNDS	FACILITY RENTAL	E-RATE	CANCELLED PRIOR YEAR PAYABLE	INDIRECT COSTS	MUNICIPAL CONTRIBUTION	LSTA CREDIT	MISC.	TOTAL
2018	\$ 131,591	\$ -	\$ -	\$ -	\$ 350,088	\$ -	\$ -	\$ -	\$ 509,277	\$ -	\$ -	\$ 743,307	\$ 1,734,263
2017	51,757	-	-	-	133,745	9,000	244,783	551,511	370,622	-	361,598	62,645	1,785,661
2016	33,578	-	-	-	117,013	17,834	178,090	52,678	966,712	1,000,000	-	152,945	2,518,850
2015	43,529	-	-	-	974,316	20,654	-	268,352	511,565	-	-	64,772	1,883,188
2014	30,825	51,619	-	-	710,734	3,964	-	-	-	-	-	447,198	1,244,340
2013	26,862	93,062	-	-	18,074	4,711	37,640	-	-	-	-	137,151	317,500
2012	5,030	125,040	15,919	-	69,811	56,292	252,054	-	-	-	-	135,441	659,587
2011	22,400	-	-	-	27,633	48,672	225,124	-	-	-	-	28,218	352,047
2010	12,805	-	-	-	84,937	-	168,139	-	-	-	-	64,465	330,346
2009	104,271	-	-	950,000	171,081	2,904	185,857	-	-	-	-	35,416	1,449,529

Source: District records



**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE
2018	\$ 573,540,600	\$ 7,094,398,957	\$ 3,165,400	\$ 1,043,705,000	\$ 755,619,000	\$ 412,970,300	\$ 9,883,399,257	\$ -	\$ 9,883,399,257	\$ 10,312,394,884	1.012
2017*	561,132,800	6,875,176,623	4,331,400	1,051,798,750	722,859,700	412,008,622	9,677,307,895	-	9,677,307,895	9,470,843,507	1.004
2016	286,546,300	4,789,711,800	3,221,100	624,452,600	459,750,800	412,008,622	6,451,459,200	-	6,451,459,200	8,511,271,738	1.449
2015	256,079,600	4,625,968,400	3,716,700	630,153,600	470,101,100	285,946,300	6,271,965,700	-	6,271,965,700	7,742,833,837	1.403
2014	244,960,100	4,523,966,500	3,715,500	629,335,100	464,296,800	285,645,800	6,151,919,800	11,728,940	6,163,648,740	7,171,837,814	1.307
2013	235,722,600	4,648,485,100	4,128,400	611,549,700	477,750,200	276,114,903	6,253,750,903	11,813,766	6,265,564,669	7,482,887,100	1.190
2012	279,418,600	4,597,947,200	4,069,200	649,029,000	534,281,600	307,424,400	6,372,170,000	12,896,952	6,385,066,952	7,510,502,900	1.114
2011	306,386,400	4,510,548,500	4,069,100	674,025,700	508,339,000	334,258,700	6,337,627,400	12,896,952	6,350,524,352	7,600,686,664	1.120
2010	306,386,400	4,510,548,500	4,069,100	674,025,700	508,339,000	334,258,700	6,337,627,400	17,183,651	6,354,811,051	7,982,028,944	1.160
2009	443,346,300	5,697,250,600	4,933,100	753,075,100	602,732,400	356,218,000	7,857,555,500	16,378,436	7,873,933,936	8,189,413,073	0.925

Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

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

b. Tax rates are per \$100

\* Township underwent a revaluation in 2017.

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

FISCAL YEAR ENDED JUNE 30,	TOTAL DIRECT SCHOOL TAX RATE	OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
		FIRE DISTRICT	MUNICIPALITY	COUNTY	
2018*	1.012	0.064	0.592	0.430	2.098
2017	1.004	0.049	0.592	0.407	2.052
2016	1.449	0.070	0.861	0.550	2.930
2015	1.403	0.058	0.861	0.513	2.835
2014	1.307	0.056	0.861	0.466	2.690
2013	1.190	0.044	0.783	0.452	2.469
2012	1.114	0.050	0.686	0.349	2.199
2011	1.120	0.050	0.686	0.420	2.276
2010	1.160	0.057	0.686	0.339	2.242
2009	0.925	0.460	0.554	0.319	2.258

Source: Municipal Tax Collector

\* Township underwent a revaluation in 2017.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2018		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
1900 Rt. 70 Associates LLC	\$ 43,000,000	1	0.44%
Leisure Park Venture LTD	42,066,300	2	0.43%
Harrogate Inc	35,514,500	3	0.36%
Lakewood Madison Plz LP	35,439,000	4	0.36%
New Hampshire Commons	31,393,900	5	0.32%
Lakewood Cogeneration LP	28,969,000	6	0.29%
Parkway Lodging Realty LLC	26,025,600	7	0.26%
Southgate At Lakewood Investments LLC	24,899,900	8	0.25%
Washington Square Investments LLC	23,481,900	9	0.24%
Eden Terrace LLC	22,819,200	10	0.23%
<b>Total</b>	<b>\$ 313,609,300</b>		<b>3.17%</b>

Taxpayer	2009		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Harrogate Inc.	\$ 48,392,600	1	0.61%
1900 Rt. 70 Associates LLC	39,293,700	2	0.50%
New Hampshire Ave Investments LLC	37,999,100	3	0.48%
Southgate at Lakewood LLC	32,439,300	4	0.41%
Lakewood Industrial Holdings LLC	31,405,900	5	0.40%
Lakewood Plaza 9 Associates LP	31,059,500	6	0.39%
Woodlake Village LLC	28,577,800	7	0.36%
Leisure Park Venture Limited Partnership	27,949,400	8	0.35%
Lakewood Congregation, LP	22,154,600	9	0.28%
Excel Corporate Park	19,687,600	10	0.25%
<b>Total</b>	<b>\$ 318,959,500</b>		<b>4.05%</b>

**Source:** Municipal Tax Assessor

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2018	\$ 98,574,272	\$ 98,574,272	100.00%	N/A
2017	95,374,297	95,374,297	100.00%	N/A
2016	90,893,807	90,893,807	100.00%	N/A
2015	84,901,097	84,901,097	100.00%	N/A
2014	77,315,256	77,315,256	100.00%	N/A
2013	72,246,057	72,246,057	100.00%	N/A
2012	71,105,078	71,105,078	100.00%	N/A
2011	73,546,157	73,546,157	100.00%	N/A
2010	72,835,700	72,835,700	100.00%	N/A
2009	70,847,848	70,847,848	100.00%	N/A

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

**LAKewood TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES	TOTAL DISTRICT	POPULATION	PER CAPITA
	GENERAL OBLIGATION BONDS	LEASES/ LEASE PURCHASE	CAPITAL LEASES/ LEASE PURCHASE	TOTAL				
2018	\$ 32,145,000	\$	2,811,914	\$	-	\$ 34,956,914	Not Available	Not Available
2017	33,445,000		3,114,777		-	36,559,777	102,682	356
2016	34,695,000		3,119,827		-	37,814,827	100,841	375
2015	34,904,000		352,926		-	35,256,926	99,222	355
2014	419,000		5,434,920		-	5,853,920	98,079	60
2013	629,000		5,763,117		-	6,392,117	96,454	66
2012	839,000		25,047		-	864,047	95,025	9
2011	1,697,000		-		-	1,697,000	93,879	18
2010	2,792,000		764,513		-	3,556,513	93,208	38
2009	2,792,000		1,499,721		-	4,291,721	71,359	60

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2018	\$ 32,145,000	\$ -	\$ 32,145,000	0.33%	Not Available
2017	33,445,000	-	33,445,000	0.35%	326
2016	34,695,000	-	34,695,000	0.54%	344
2015	34,904,000	-	34,904,000	0.56%	352
2014	419,000	-	419,000	0.01%	4
2013	629,000	-	629,000	0.01%	7
2012	839,000	-	839,000	0.01%	9
2011	1,697,000	-	1,697,000	0.03%	18
2010	2,792,000	-	2,792,000	0.04%	30
2009	3,927,000	-	3,927,000	0.05%	55

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2018**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Lakewood Township	\$ 53,801,437	100.00%	\$ 53,801,437
Ocean County	468,706,376	9.48%	<u>44,424,749</u>
Subtotal, Overlapping Debt			98,226,186
Lakewood Township School District Direct Debt			<u>32,145,000</u>
Total Direct & Overlapping Debt			<u><u>\$ 130,371,186</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Ocean 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.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Debt Limit	\$364,907,924	\$331,268,354	\$307,744,454	\$295,320,352	\$295,499,011	\$ 304,964,374	\$316,342,262	\$323,255,691	\$321,768,990	\$312,207,174
Total Net Debt Applicable to Limit	32,145,000	33,447,241	34,697,241	34,906,241	419,000	629,000	839,000	1,697,000	2,792,000	2,792,000
Legal Debt Margin	<u>\$332,762,924</u>	<u>\$297,821,113</u>	<u>\$273,047,213</u>	<u>\$260,414,111</u>	<u>\$295,080,011</u>	<u>\$ 304,335,374</u>	<u>\$315,503,262</u>	<u>\$321,558,691</u>	<u>\$318,976,990</u>	<u>\$309,415,174</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.81%	10.10%	11.27%	11.82%	0.14%	0.21%	0.27%	0.52%	0.87%	0.89%

**Legal Debt Margin Calculation for Fiscal Year 2017**

	Equalized Valuation Basis
Average Equalized Valuation of Taxable Property	2017 \$ 10,097,357,987
	2016 9,019,235,565
	2015 8,251,500,724
	<u>\$ 27,368,094,276</u>
	<u>\$ 9,122,698,092</u>
Debt Limit (4 % of Average Equalization Value) Net Bonded School Debt	\$ 364,907,924
	<u>32,145,000</u>
Legal Debt Margin	<u>\$ 332,762,924</u>

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



**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2018	Not Available	Not Available	Not Available	4.2%
2017	102,682	Not Available	Not Available	4.0%
2016	100,841	4,781,174,333	47,413	4.2%
2015	99,222	4,602,412,470	46,385	5.1%
2014	98,079	4,350,195,966	44,354	6.3%
2013	96,454	4,143,085,116	42,954	6.5%
2012	95,025	4,047,684,900	42,596	7.8%
2011	93,879	3,892,880,493	41,467	7.5%
2010	93,208	3,708,839,528	39,791	9.1%
2009	71,359	2,837,661,994	39,766	8.9%

**Source:**

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

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

<sup>c</sup> Per Capita income provided by U.S. Dept of Commerce, Bureau of Economic Analysis

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

**EXHIBIT J-15 NOT AVAILABLE**

**LAKEWOOD TOWNSHIP 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
<b>Instruction:</b>										
Regular	342	N/A	N/A	N/A	N/A	N/A	291	257	250	248
Special Education	121	N/A	N/A	N/A	N/A	N/A	154	138	136	136
Other Special Instruction	21	N/A	N/A	N/A	N/A	N/A	40	22	20	18
Other Instruction	11	N/A	N/A	N/A	N/A	N/A	12	12	12	12
Community Services Programs/Operations	-	N/A	N/A	N/A	N/A	N/A	2	2	2	3
<b>Support Services:</b>										
Student & Instruction Related Services	280	N/A	N/A	N/A	N/A	N/A	189	217	214	230
Other Administrative Services	65	N/A	N/A	N/A	N/A	N/A	35	31	27	27
School Administrative Services	51	N/A	N/A	N/A	N/A	N/A	57	54	54	54
Plant Operations & Maintenance	2	N/A	N/A	N/A	N/A	N/A	3	1	1	1
Pupil Transportation	101	N/A	N/A	N/A	N/A	N/A	5	4	5	5
Special Schools	-	N/A	N/A	N/A	N/A	N/A	-	3	3	3
<b>Total</b>	<b>994</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>788</b>	<b>741</b>	<b>724</b>	<b>737</b>

N/A = Not Available

Source: District Personnel Records

LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL	SENIOR HIGH SCHOOL				
2018	5,704.0	\$ 216,912,545	38,028	15.18%	NA	NA	NA	5,596	5,352	NA	95.64%	
2017	5,919.5	195,448,086	33,018	13.51%	NA	NA	NA	NA	NA	NA	NA	
2016	6,100.0	177,429,979	29,087	7.42%	NA	NA	NA	NA	NA	NA	NA	
2015	6,020.0	163,011,507	27,078	-4.17%	NA	NA	NA	6,184	NA	7.51%	NA	
2014	5,766.5	162,944,413	28,257	1.18%	NA	NA	NA	5,752	NA	5.19%	NA	
2013	5,477.0	152,960,610	27,928	5.53%	NA	NA	NA	5,468	NA	1.98%	NA	
2012	5,317.5	140,724,389	26,464	3.35%	493	11.3:1	10.1:1	5,362	4,960	-1.36%	92.50%	
2011	5,276.0	135,094,416	25,605	-2.71%	467	12.4:1	9.7:1	5,436	4,697	7.09%	86.41%	
2010	5,272.5	138,760,154	26,318	7.05%	456	18.1:1	11.1:1	5,076	4,715	-4.19%	92.89%	
2009	5,162.0	126,901,420	24,584	6.67%	517	18.1:1	11.1:1	5,298	4,965	0.93%	93.71%	

N/A - Information Not Available

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).

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2018*	2017*	2016*	2015*	2014*	2013*	2012	2011	2010	2009
<b>Elementary Schools:</b>										
Ella G. Clarke School (1946)										
Square Feet	61,370	61,370	61,370	61,370	61,370	61,370	74,000	74,000	74,000	74,000
Capacity (Students)	432	432	432	432	432	432	432	432	432	432
Enrollment	-	-	-	-	-	-	864	864	863	863
Clifton Avenue School (1923)										
Square Feet	79,039	79,039	79,039	79,039	79,039	79,039	75,000	75,000	75,000	75,000
Capacity (Students)	782	782	782	782	782	782	782	782	782	782
Enrollment (a)	-	-	-	-	-	-	830	830	881	881
Oak Street School (1983)										
Square Feet	70,659	70,659	70,659	70,659	70,659	70,659	114,000	114,000	114,000	114,000
Capacity (Students)	799	799	799	799	799	799	799	799	799	799
Enrollment	-	-	-	-	-	-	1,049	1,049	886	886
Spruce Street School (1960)										
Square Feet	49,724	49,724	49,724	49,724	49,724	49,724	54,672	54,672	54,672	54,672
Capacity (Students)	443	443	443	443	443	443	443	443	443	443
Enrollment	-	-	-	-	-	-	716	716	762	762
<b>Middle School:</b>										
Lakewood Middle School (1957)										
Square Feet	102,080	102,080	102,080	102,080	102,080	102,080	91,272	91,272	91,272	91,272
Capacity (Students)	537	537	537	537	537	537	537	537	537	537
Enrollment	-	-	-	-	-	-	624	624	776	776
<b>High School:</b>										
Lakewood High School (1971)										
Square Feet	276,916	276,916	276,916	276,916	276,916	276,916	295,000	295,000	295,000	295,000
Capacity (Students)	714	714	714	714	714	714	714	714	714	714
Enrollment	-	-	-	-	-	-	1,057	1,057	1,135	1,135
<b>Other:</b>										
Ella G. Clarke Annex (2001)										
Square Feet	6,000	6,000	6,000	6,000	6,000	6,000	8,000	8,000	8,000	8,000
Capacity (Students)	200	200	200	200	200	200	200	200	200	200
Enrollment	-	-	-	-	-	-	-	-	-	-
<b>Administrative Building:</b>										
Square Feet	49,483	49,483	49,483	49,483	49,483	49,483	NA	NA	NA	NA
Capacity (Students)	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Enrollment	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

**Number of Schools at June 30, 2018:**

Elementary = 4  
Middle School = 1  
High School = 1  
Other = 2

**Source:** District Facilities Office

\* 2013 through 2018 Certain information not provided.

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS**

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

	ELLA G. CLARKE SCHOOL	CLIFTON AVENUE SCHOOL	OAK STREET SCHOOL	SPRUCE STREET SCHOOL	MIDDLE SCHOOL	HIGH SCHOOL	PRINCETON AVENUE	ELLA G. CLARKE ANNEX	WHITE HOUSE	OTHER FACILITIES	TOTAL
2018	\$ 128,753	\$ 165,822	\$ 148,241	\$ 104,320	\$ 214,162	\$ 580,963	\$ -	\$ 12,588	\$ 5,245	\$ 130,085	\$ 1,490,179
2017	122,614	157,834	141,129	99,309	219,489	650,586	-	12,041	5,049	127,351	1,535,403
2016	109,787	141,323	126,366	88,920	196,528	582,527	-	10,782	4,521	114,029	1,374,783
2015	118,370	152,424	136,347	95,961	196,988	534,372	-	11,508	4,811	15,207	1,265,988
2014	110,392	142,152	127,158	89,494	183,712	498,359	-	10,744	4,487	14,168	1,180,666
2013	134,707	173,400	155,048	109,103	224,038	607,534	-	13,229	5,549	16,666	1,439,274
2012	119,607	146,605	133,801	101,813	181,813	448,964	-	35,001	29,653	29,653	1,226,910
2011	146,377	179,417	163,747	124,599	222,505	549,448	-	42,835	36,290	36,290	1,501,508
2010	124,374	160,183	143,199	100,772	206,878	577,579	-	12,160	5,067	5,067	1,335,279
2009	86,413	111,293	99,493	70,015	143,736	397,488	69,676	8,448	3,520	3,520	993,602

Total School

Facilities	\$ 1,201,394	\$ 1,530,453	\$ 1,374,529	\$ 984,306	\$ 1,989,849	\$ 5,427,820	\$ 69,676	\$ 169,336	\$ 104,192	\$ 492,036	\$ 13,343,592
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\* 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

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2018**

	COVERAGE	DEDUCTIBLE
<b>Property and Inland Marin</b>		
Buildings & Business Personal Property	\$ 187,105,451	\$ 2,500
Blanket Business Income and Extra Expense	5,000,000	
Earthquake	5,000,000	
Electronic Data Processing	2,500,000	
Flood		
Zone C or X	10,000,000	
Zone A, D or V	25,000,000	
Zone B	10,000,000	
<b>Crime</b>		
Computer Fraud	50,000	1,000
Employee Theft Including Faithful Performance	500,000	5,000
Forgery/Alteration	50,000	1,000
Theft of Money and Securities	50,000	1,000
<b>General Liability</b>		
Commercial Generla Liability	5,000,000	
Employee Benefit Liability	5,000,000	
Abusive Act Liability	10,000,000	
<b>Automobile</b>		
Unisured Motorist	15,000/30,000	
<b>Umbrella Liability</b>		
	15,000,000	
<b>Boiler and Machinery</b>		
	100,000,000	2,500
<b>Public Official Bond</b>		
Charles Fallon, School District Treasurer	600,000	

Source: District records.

**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  
Lakewood Township School District  
County of Ocean  
Lakewood, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Lakewood Township School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Lakewood Township School District's basic financial statements, and have issued our report thereon dated February 21, 2019.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Lakewood Township 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 Lakewood Township School District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses as finding no.'s 2018-001, 2018-002, 2018-003, 2018-004 and 2018-005.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Lakewood Township 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 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 as finding no.'s 2018-001, 2018-002, 2018-003, 2018-004 and 2018-005.

We also noted certain immaterial instances of noncompliance that are not required to be reported under *Governmental Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, that we reported to management in a separate Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance dated February 21, 2019.

### **The Lakewood Township School District's Response to Findings**

The Lakewood Township School District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **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

Toms River, New Jersey  
February 21, 2019

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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  
Lakewood Township School District  
County of Ocean  
Lakewood, New Jersey

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

We have audited the Lakewood Township 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 Lakewood Township 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 Lakewood Township 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 Lakewood Township 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 Lakewood Township 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.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described below and in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses or significant deficiencies.

*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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2018-006 and 2018-007 to be material weaknesses.

## **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with U.S. Uniform Guidance and New Jersey OMB Circular 15-08 and which are described in the accompanying schedule of findings and questioned costs as items 2018-006 and 2018-007. Our opinion on each major federal and state program is not modified with respect to these matters.

## **The Lakewood Township School District's Response to Findings**

The Lakewood Township School District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

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

Toms River, New Jersey  
February 21, 2019

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**LAKEWOOD TOWNSHIP 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 AT JUNE 30, 2017	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	ADJUSTMENT	ACCOUNTS RECEIVABLE AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JUNE 30, 2018
<b>U.S. Department of Agriculture</b>														
Passed Through New Jersey Department of Agriculture:														
Child Nutrition Cluster:														
Breakfast Program	10.553	181NJ304N1099	100-010-3350-028	\$ 1,430,626	7/1/17-6/30/18	\$ -	\$ -	\$ 1,305,604	\$ (1,430,626)	\$ -	\$ -	\$ (125,022)	\$ -	\$ -
Breakfast Program	10.553	171NJ304N1099	100-010-3350-028	1,483,131	7/1/16-6/30/17	(134,087)	-	134,087	-	-	-	-	-	-
Subtotal						(134,087)	-	1,439,691	(1,430,626)	-	-	(125,022)	-	-
National School Lunch Program	10.555	181NJ304N1099	100-010-3350-026	2,774,743	7/1/17-6/30/18	-	-	2,551,308	(2,774,743)	-	-	(223,435)	-	-
National School Lunch Program	10.555	171NJ304N1099	100-010-3350-026	2,854,465	7/1/16-6/30/17	(232,697)	-	232,697	-	-	-	-	-	-
After School Snack Program	10.555	181NJ304N1099	100-010-3350-026	20,492	7/1/17-6/30/18	-	-	20,138	(20,492)	-	-	(354)	-	-
After School Snack Program	10.555	171NJ304N1099	100-010-3350-026	52,317	7/1/16-6/30/17	(2,691)	-	2,691	-	-	-	-	-	-
Food Distribution Program (Noncash Assistance)	10.555	181NJ304N1099	Unavailable	236,400	7/1/17-6/30/18	-	-	236,400	(234,171)	-	-	-	2,229	-
Food Distribution Program (Noncash Assistance)	10.555	171NJ304N1099	Unavailable	280,761	7/1/16-6/30/17	(226,109)	-	3,043,234	(3,038,685)	-	-	(223,789)	2,229	-
Subtotal						(226,109)	-	101,918	(104,178)	-	-	(2,260)	2,229	-
Summer Food Program	10.559	181NJ304N1099	100-010-3350-033034	104,178	7/1/17-6/30/18	-	-	4,584,843	(4,573,489)	-	-	(351,071)	2,229	-
Total Child Nutrition Cluster						(360,196)	-	4,584,843	(4,573,489)	-	-	(351,071)	2,229	-
Fresh Fruit and Vegetable Program	10.582	181NJ304N1099	100-010-3350-006	168,160	7/1/17-6/30/18	-	-	152,905	(168,160)	-	-	(15,255)	-	-
Fresh Fruit and Vegetable Program	10.582	171NJ304N1099	100-010-3350-006	167,977	7/1/16-6/30/17	(10,416)	-	10,416	-	-	-	-	-	-
Subtotal						(10,416)	-	163,321	(168,160)	-	-	(15,255)	-	-
Total U.S. Department of Agriculture						(370,612)	-	4,748,164	(4,741,649)	-	-	(366,326)	2,229	-
<b>U.S. Department of Education</b>														
Passed Through New Jersey Department of Education:														
Title I - Part A	84.010	S010A170030	100-034-5064-194	15,384,901	7/1/17-6/30/18	-	-	11,724,904	(16,093,682)	-	(176,769)	(2,340,459)	1,631,676	-
Title I - Part A	84.010	S010A160030	100-034-5064-194	13,603,066	7/1/16-6/30/17	(6,831,454)	-	6,831,454	-	-	-	-	-	-
Title I - Part A	84.010	N/A	100-034-5064-194	8,727,354	9/1/11-8/31/12	3,909,180	(2,340,459)	-	-	-	-	2,340,459	-	3,909,180
Title I - Part A	84.010	S010A170030	100-034-5064-132	332,800	7/1/17-6/30/18	-	-	21,904	(123,334)	-	-	(434,230)	332,800	-
Title I - Part A	84.010	S010A160030	100-034-5064-132	141,000	7/1/16-6/30/17	(11,658)	(141,000)	11,658	-	-	-	141,000	-	-
Title I - Part A	84.010	N/A	100-034-5064-132	200,000	9/1/11-8/31/12	29,915	-	-	-	-	-	-	-	29,915
Title I - Part A	84.010	N/A	100-034-5064-132	N/A	9/1/11-8/31/12	(196,104)	-	-	-	-	-	(196,104)	-	-
Subtotal						(3,100,121)	-	18,589,920	(16,217,016)	-	(176,769)	(6,807,357)	1,964,476	3,939,095
Title II - Part A	84.367	S367A180029	100-034-5063-290	1,680,032	7/1/17-6/30/18	-	-	786,194	(1,737,696)	-	(34,633)	(239,565)	181,901	-
Title II - Part A	84.367	S367A170029	100-034-5063-290	667,755	7/1/16-6/30/17	(282,121)	(239,565)	282,121	-	-	-	239,565	-	-
Subtotal						(282,121)	-	1,068,315	(1,737,696)	-	(34,633)	(6,807,357)	181,901	-

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

LAKELAND TOWNSHIP 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 AT JUNE 30, 2017	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	ADJUSTMENT	ACCOUNTS RECEIVABLE AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JUNE 30, 2018
<b>U.S. Department of Education (continued):</b>														
Passed Through New Jersey Department of Education (continued):														
Title III - Part A - English Language	84.365A	S365A180030	100-034-5064-187	399,063	7/1/17-6/30/18	-	303,742	400,428	(485,709)	-	(9,199)	(303,742)	217,096	-
Title III - Part A - English Language	84.365A	S365A170030	100-034-5064-187	456,154	7/1/16-6/30/17	(21,757)	(303,742)	21,757	-	-	-	303,742	-	-
Title III - Immigrant	84.365A	S365A170030	100-034-5064-187	19,092	7/1/17-6/30/18	-	22,435	396	(17,001)	-	(87)	(22,435)	19,092	-
Title III - Immigrant	84.365A	S365A160030	100-034-5064-187	35,933	7/1/16-6/30/17	(13,411)	(22,435)	13,411	-	-	-	22,435	-	-
Subtotal						(55,168)	-	433,992	(502,710)	-	(9,286)	(347,360)	236,188	-
Title IV - Part A	84.424	S424A180031	100-034-5063-348	210,495	7/1/17-6/30/18	-	-	-	(102,406)	-	-	(210,495)	108,089	-
Special Education Cluster:														
L.D.E.A. Part B, Basic Regular	84.027	H027A170100	100-034-5065-016	6,933,220	7/1/17-6/30/18	-	26,326	5,295,548	(6,975,411)	-	750	(26,326)	4,135	-
L.D.E.A. Part B, Basic Regular	84.027	H027A160100	100-034-5065-016	6,731,493	7/1/16-6/30/17	(1,776,349)	(26,326)	1,776,349	-	-	-	26,326	-	-
Subtotal						(1,776,349)	-	7,071,897	(6,975,411)	-	750	(1,683,248)	4,135	-
L.D.E.A. Preschool	84.173	H173A170114	100-034-5065-020	286,844	7/1/17-6/30/18	-	-	144,347	(286,844)	-	-	(142,497)	-	-
L.D.E.A. Preschool	84.173	H173A160114	100-034-5065-020	284,482	7/1/16-6/30/17	(51,428)	-	51,428	-	-	-	(142,497)	-	-
Subtotal						(51,428)	-	195,775	(286,844)	-	-	(142,497)	-	-
Total Special Education Cluster						(1,827,777)	-	7,267,672	(7,262,255)	750	-	(1,825,745)	4,135	-
Career and Technical Education (Perkins)	84.048	V048A170030	100-034-5062-084	388,426	7/1/17-6/30/18	-	-	262,049	(374,058)	-	(2,086)	(114,095)	-	-
Career and Technical Education (Perkins)	84.048	V048A160030	100-034-5062-084	366,492	7/1/16-6/30/17	(70,367)	-	70,367	-	-	-	-	-	-
Subtotal						(70,367)	-	332,416	(374,058)	-	(2,086)	(114,095)	-	-
Race to the Top - Preschool Expansion Grant	84.419B	S419B150020	100-034-5069-031	2,810,413	9/1/17-8/31/18	-	-	2,078,498	(2,583,639)	-	(6,775)	(511,916)	-	-
Race to the Top - Preschool Expansion Grant	84.419B	S419B150020	100-034-5069-031	2,596,164	9/1/16-8/31/17	(137,485)	-	137,485	-	-	-	-	-	-
Subtotal						(137,485)	-	2,215,983	(2,583,639)	-	(6,775)	(511,916)	-	-
Temporary Emergency Impact Aid	84.938C	S938C18005	N/A	33,750	7/1/17-6/30/18	-	-	-	(33,750)	-	-	(33,750)	-	-
Total U.S. Department of Education						(5,453,039)	-	29,910,298	(28,813,530)	(228,799)	-	(11,018,954)	2,494,789	3,939,095
<b>U.S. Department of Health and Human Services</b>														
Passed Through New Jersey Department of Human Services:														
Medicaid Reimbursement	93.778	1805N15MAP	100-044-7540-211	1,255,292	7/1/17-6/30/18	-	-	1,255,292	(1,255,292)	-	-	-	-	-
Total U.S. Department of Health and Human Services						-	-	1,255,292	(1,255,292)	-	-	-	-	-
Total Federal Financial Assistance						\$ (5,823,651)	\$ -	\$ 35,915,754	\$ (34,810,471)	\$ -	\$ (228,799)	\$ (11,385,280)	\$ 2,497,018	\$ 3,939,095

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

LAKELWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR FISCAL YEAR ENDED JUNE 30, 2018

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JUNE 30, 2013	MEMO		
													BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
<b>New Jersey Department of Education:</b>															
General Fund:															
State Aid - Public:															
Equalization Aid	495-034-5120-078	\$15,070,904	7/1/17-6/30/18	\$ -	\$ -	\$ 15,070,904	\$ (15,070,904)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,475,431	\$ (15,070,904)	
Special Education	495-034-5120-089	3,155,515	7/1/17-6/30/18	-	-	3,155,515	(3,155,515)	-	-	-	-	-	308,923	(3,155,515)	
Security Aid	495-034-5120-084	2,186,868	7/1/17-6/30/18	-	-	2,186,868	(2,186,868)	-	-	-	-	-	214,093	(2,186,868)	
PARCC Readiness Aid	495-034-5120-098	58,370	7/1/17-6/30/18	-	-	58,370	(58,370)	-	-	-	-	-	5,714	(58,370)	
Per Pupil Growth Aid	495-034-5120-097	58,370	7/1/17-6/30/18	-	-	58,370	(58,370)	-	-	-	-	-	5,714	(58,370)	
Professional Learning Community Aid	495-034-5120-101	63,220	7/1/17-6/30/18	-	-	63,220	(63,220)	-	-	-	-	-	6,189	(63,220)	
Total State Aid Public				-	-	20,593,247	(20,593,247)	-	-	-	-	-	2,016,064	(20,593,247)	
Transportation Aid:															
Transportation Aid	495-034-5120-014	4,199,793	7/1/17-6/30/18	-	-	4,199,793	(4,199,793)	-	-	-	-	-	411,157	(4,199,793)	
Nonpublic Transportation Aid	495-034-5120-014	5,854,270	7/1/17-6/30/18	-	-	-	(5,854,270)	-	-	(5,854,270)	-	-	-	(5,854,270)	
		3,334,884	7/1/16-6/30/17	(3,334,884)	-	3,334,884	-	-	-	-	-	-	-	-	
Total Transportation Aid				(3,334,884)	-	7,534,677	(10,054,063)	-	-	(5,854,270)	-	-	411,157	(10,054,063)	
Extraordinary Aid															
Extraordinary Aid	100-034-5120-473	5,546,891	7/1/17-6/30/18	-	-	-	(5,546,891)	-	-	(5,546,891)	-	-	-	(5,546,891)	
Lead Testing for Schools Aid	100-034-5120-473	4,542,906	7/1/16-6/30/17	(4,542,906)	-	4,542,906	-	-	-	-	-	-	-	-	
Reimb. TPAF Soc. Sec. Contributions	495-034-5120-104	5,460	7/1/17-6/30/18	-	-	5,460	(5,460)	-	-	-	-	-	-	(5,460)	
Reimb. TPAF Soc. Sec. Contributions	100-034-5094-003	2,444,456	7/1/17-6/30/18	-	-	2,325,935	(2,444,456)	-	-	(118,521)	-	-	-	(2,444,456)	
TPAF - Post Retirement	100-034-5094-003	2,433,338	7/1/16-6/30/17	(223,502)	-	223,502	-	-	-	-	-	-	-	-	
Medical (Noncash Assistance)	495-034-5094-001	3,115,635	7/1/17-6/30/18	-	-	3,115,635	(3,115,635)	-	-	-	-	-	-	(3,115,635)	
TPAF - Pension	495-034-5094-002	4,823,869	7/1/17-6/30/18	-	-	4,823,869	(4,823,869)	-	-	-	-	-	-	(4,823,869)	
TPAF - Long-Term Disability	495-034-5094-004	14,307	7/1/17-6/30/18	-	-	14,307	(14,307)	-	-	-	-	-	-	(14,307)	
Insurance (Noncash Assistance)	495-034-5094-004	14,307	7/1/17-6/30/18	-	-	14,307	(14,307)	-	-	-	-	-	-	(14,307)	
Total General Fund				(8,101,292)	-	43,179,538	(46,597,928)	-	-	(11,519,682)	-	-	2,427,221	(46,597,928)	
Special Revenue Fund:															
Non-Public Auxiliary Services:															
Compensatory Education	100-034-5120-067	17,283,624	7/1/17-6/30/18	-	-	17,283,624	(16,196,523)	-	-	-	-	1,087,101	-	(16,196,523)	
Compensatory Education	100-034-5120-067	13,075,813	7/1/16-6/30/17	112,315	-	-	-	(112,315)	-	-	-	-	-	-	
Compensatory Education	100-034-5120-067	N/A	7/1/05-6/30/06	171,962	-	-	-	(171,962)	-	-	-	-	-	-	
English as a Second Language (ESL)	100-034-5120-067	421,864	7/1/17-6/30/18	-	-	421,864	(344,473)	-	-	-	-	77,391	-	(344,473)	
English as a Second Language (ESL)	100-034-5120-067	282,089	7/1/16-6/30/17	68,289	-	-	-	(68,289)	-	-	-	-	-	-	
Transportation	100-034-5120-067	1,201,425	7/1/17-6/30/18	432,499	-	1,201,425	(1,088,875)	-	-	-	-	112,550	-	(1,088,875)	
Home Instruction	100-034-5120-067	1,844	7/1/17-6/30/18	-	-	-	(1,844)	-	-	(1,844)	-	-	-	(1,844)	
Home Instruction	100-034-5120-067	8,258	7/1/16-6/30/17	(8,258)	-	8,258	-	-	-	-	-	-	-	-	
Total Chapter 192				776,807	-	18,915,171	(17,631,715)	(785,065)	-	(1,844)	-	1,277,042	-	(17,631,715)	

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

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**FOR FISCAL YEAR ENDED JUNE 30, 2018**

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STA PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JUNE 30, 2013	MEMO		
													BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
<b>New Jersey Department of Education (continued):</b>															
Non-Public Handicapped Services:															
Supplemental Instruction	100-034-5120-066	1,884,073	7/1/17-6/30/18	-	-	1,884,073	(978,117)	-	-	-	-	905,956	-	(978,117)	
Supplemental Instruction	100-034-5120-066	1,800,887	7/1/16-6/30/17	921,594	-	-	(921,594)	-	-	-	-	-	-	-	
Examination and Classification	100-034-5120-066	3,268,926	7/1/17-6/30/18	-	-	3,268,926	(3,170,291)	-	-	-	-	98,635	-	(3,268,926)	
Examination and Classification	100-034-5120-066	3,190,769	7/1/16-6/30/17	336,249	-	-	(336,249)	-	-	-	-	-	-	-	
Corrective Speech	100-034-5120-066	2,825,712	7/1/17-6/30/18	-	-	2,825,712	(1,975,103)	-	-	-	-	850,609	-	(7,741,703)	
Corrective Speech	100-034-5120-066	2,785,676	7/1/16-6/30/17	676,346	-	-	(676,346)	-	-	-	-	-	-	-	
Total Chapter 193				1,934,189	-	7,978,711	(6,123,511)	(1,934,189)	-	-	-	1,855,200	-	(11,988,746)	
Preschool Education Aid	495-034-5120-086	1,981,985	7/1/17-6/30/18	-	410,440	1,783,782	(2,061,623)	-	-	(198,199)	330,798	-	198,199	(2,061,623)	
Preschool Education Aid	495-034-5120-086	1,981,985	7/1/16-6/30/17	212,241	(410,440)	198,199	-	-	-	-	-	-	-	-	
Subtotal				212,241	-	1,981,981	(2,061,623)	-	-	(198,199)	330,798	-	198,199	(2,061,623)	
New Jersey Non-Public Aid:															
Textbook Aid	100-034-5120-064	1,572,296	7/1/17-6/30/18	-	-	1,572,296	(1,484,000)	-	-	-	-	88,296	-	(1,484,000)	
Textbook Aid	100-034-5120-064	1,402,611	7/1/16-6/30/17	97,967	-	-	(97,967)	-	-	-	-	-	-	-	
Technology Aid	100-034-5120-373	1,084,951	7/1/17-6/30/18	-	-	1,084,951	(952,698)	-	-	-	-	132,253	-	(1,084,951)	
Technology Aid	100-034-5120-373	708,630	7/1/16-6/30/17	110,177	-	-	(110,177)	-	-	-	-	-	-	-	
Technology Aid	100-034-5120-373	641,680	7/1/15-6/30/16	473	-	-	(473)	-	-	-	-	-	-	-	
Nursing Services Aid	100-034-5120-070	2,867,126	7/1/17-6/30/18	-	-	2,867,126	(2,433,368)	-	-	-	-	433,758	-	-	
Nursing Services Aid	100-034-5120-070	2,468,790	7/1/16-6/30/17	325,300	-	-	(325,300)	-	-	-	-	-	-	-	
Security Aid	100-034-5120-509	2,216,850	7/1/17-6/30/18	-	-	2,216,850	(2,123,141)	-	-	-	-	93,709	-	-	
Security Aid	100-034-5120-509	1,370,650	7/1/16-6/30/17	146,278	-	-	(146,278)	-	-	-	-	-	-	-	
Security Aid	100-034-5120-509	621,175	7/1/15-6/30/16	2,165	-	-	(2,165)	-	-	-	-	-	-	-	
Subtotal				682,360	-	7,741,223	(6,993,207)	(682,360)	-	-	-	748,016	-	(2,568,951)	
Total Special Revenue Fund				3,605,597	-	36,617,086	(32,810,056)	(3,401,614)	-	(200,043)	330,798	3,880,258	198,199	(34,251,035)	
Debt Service Fund:															
Debt Service Aid	495-034-5120-075	651,615	7/1/17-6/30/18	-	-	651,615	(651,615)	-	-	-	-	-	-	(651,615)	
Total Debt Service Aid				-	-	651,615	(651,615)	-	-	-	-	-	-	(651,615)	
<b>New Jersey Department of Agriculture:</b>															
Enterprise Fund:															
National School Lunch Program	100-010-3350-023	50,912	7/1/17-6/30/18	-	-	47,199	(50,912)	-	-	(3,713)	-	-	-	(50,912)	
National School Lunch Program	100-010-3350-023	48,460	7/1/16-6/30/17	(3,950)	-	3,950	-	-	-	-	-	-	-	-	
Total Enterprise Fund				(3,950)	-	51,149	(50,912)	-	-	(3,713)	-	-	-	(50,912)	
Total Expenditures of State Financial Assistance				\$ (4,499,645)	\$ -	\$ 80,499,388	\$ (80,110,511)	\$ (3,401,614)	\$ -	\$ (11,723,438)	\$ 330,798	\$ 3,880,258	\$ 2,625,420	\$ (81,551,490)	
State Financial Assistance Programs not subject to Calculation for Major Program Determination:															
TPAF - Post Retirement															
Medical (Noncash Assistance)	495-034-5094-001	3,115,635	7/1/17-6/30/18				3,115,635								
TPAF - Pension															
Contributions (Noncash Assistance)	495-034-5094-002	4,823,869	7/1/17-6/30/18				4,823,869								
TPAF - Long-Term Disability															
Insurance (Noncash Assistance)	495-034-5094-004	14,307	7/1/17-6/30/18				14,307								
Total State Financial Assistance subject to Calculation for Major Program Determination:							\$ (72,156,700)								

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

**LAKWOOD TOWNSHIP 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 Lakewood Township 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.

**LAKWOOD TOWNSHIP 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 \$(1,164,876) for the general fund and \$(528,573) 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	\$ 1,255,292	\$ 45,433,052	\$ 46,688,344
Special Revenue Fund	28,803,184	32,291,829	61,095,013
Debt Service Fund	-	651,615	651,615
Food Service Fund	4,741,649	50,912	4,792,561
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 34,800,125</u>	<u>\$ 78,427,408</u>	<u>\$ 113,227,533</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 Lakewood Township School District's state loans outstanding at June 30, 2018, which are not required to be reported on the Schedule of State Financial Assistance, are as follows:

<u>Loan Program</u>	<u>Amount</u>
State Aid Advance - 2014/15	\$ 3,600,000
State Aid Advance - 2016/17	5,076,165
State Aid Advance - 2017/18	8,522,678
	<hr/>
	<u>\$ 17,198,843</u>

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

**Note 6. Schoolwide Program Funds**

Schoolwide programs are not separate federal programs as defined in 2 CFR 200.42; amounts used in schoolwide programs are included in the total expenditures of the program contributing the funds in the schedule of expenditures of federal awards. The following funds by program are included in schoolwide programs in the school district.

<b><u>Program</u></b>	<b><u>Total</u></b>
Title I, Part A: <i>Grants to Local Education Agencies</i>	<u>\$ 16,217,016</u>
	<u>\$ 16,217,016</u>

**LAKWOOD TOWNSHIP 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	<u>Unmodified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	<u>  X  </u> yes <u>      </u> no
2) Significant deficiency(ies) identified?	<u>      </u> yes <u>  X  </u> none reported
Noncompliance material to financial statements noted?	<u>  X  </u> yes <u>      </u> no

**Federal Awards**

Internal control over major programs:	
1) Material weakness(es) identified?	<u>      </u> yes <u>  X  </u> no
2) Significant deficiency(ies) identified?	<u>      </u> yes <u>  X  </u> none reported
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	<u>      </u> yes <u>  X  </u> no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010	S010A170030	Title I, Part A
84.367	S367A180029	Title II, Part A
93.778	1805NJ5MAP	Medicaid Reimbursement

Dollar threshold used to determine Type A programs	<u>\$ 1,044,314</u>
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Auditee qualified as low-risk auditee?	<u>      </u> yes <u>  X  </u> no
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**LAKWOOD TOWNSHIP 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 \$ 2,164,701

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Auditee qualified as low-risk auditee? \_\_\_\_\_ yes      X   no

Internal control over major programs:

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

    2) Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   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?   X   yes    \_\_\_\_\_ no

Identification of major programs:

<b><u>State Grant/Project Number(s)</u></b>	<b><u>Name of State Program</u></b>
495-034-5120-078	State Aid Public Cluster:
495-034-5120-084	Equalization Aid
495-034-5120-089	Security Aid
495-034-5120-097	Special Education Categorical Aid
495-034-5120-098	Per Pupil Growth Aid
495-034-5120-101	PARCC Readiness
	Professional Learning Community Aid
100-034-5094-003	Reimbursed TPAF Social Security Contributions
495-034-5120-086	Preschool Education Aid
100-034-5120-064	Non-Public Aid - Textbook Aid
100-034-5120-070	Non-Public Aid - Nursing Services

**LAKEWOOD TOWNSHIP 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.

**Finding 2018-001**

Criteria or specific requirement:

N.J.A.C. 6A:23A-16.10 prohibits a school district from incurring any obligation or approve any payment in excess of the amount budgeted in an applicable line item and also requires the Board to certify that over-expenditures have not occurred.

Condition:

The District's General Fund unassigned budgetary fund balance was in a cumulative deficit position of \$3,100,041 as of June 30, 2018. In addition, the fund balance of the Special Revenue Fund was in a cumulative deficit position of \$3,185,605 as of June 30, 2018.

Cause:

Unknown.

Effect or potential effect:

The District is in a deficit position as of June 30, 2018.

Recommendation:

It is recommended that continued efforts be made to eliminate the cumulative deficits in the General and Special Revenue Funds.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Section II – Financial Statement Findings (continued)**

**Finding 2018-002**

Criteria or specific requirement:

- It is an essential part of internal controls to properly and routinely analyze payroll agency accounts.
- It is an essential part of internal controls to properly and timely enroll all eligible employees in the Pension system.

Condition:

- It was noted during our audit that a proper analysis of payroll agency is not being completed or maintained.
- It was noted during our audit that the District did not timely enroll 19 employees into the Teachers' Pension and Annuity Fund (TPAF) and Public Employees Retirement System (PERS).

Cause:

Unknown.

Effect or potential effect:

The District's financial records related to payroll liabilities could be potentially misstated. The District also risk non-compliance with federal and state tax remittance requirements.

Recommendation:

It is recommended that the internal controls over the District's payroll department be reviewed and enhanced.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Section II – Financial Statement Findings (continued)**

**Finding 2018-003**

Criteria or specific requirement:

N.J.S.A. 18A: 17-9 requires that accurate monthly reconciliations of all bank accounts are prepared prior to the completion of the Board Secretary's monthly report.

Condition:

The District's bank reconciliations for the Private Purpose Scholarship Trust Fund and the Parent Resource Center/College Application Fund were not prepared in accordance with N.J.S.A. 18A: 17-9 and were not prepared in a timely manner on a monthly basis due to a lack of maintaining a general ledger.

Cause:

Lack of oversight by District officials.

Effect or potential effect:

The risk of misappropriation of funds is significantly increased by not performing cash reconciliations that are balanced to the general ledger.

Recommendation:

It is recommended that the District properly reconcile the Private Purpose Scholarship Trust Fund and Parent Resource Center/College Application Trust Fund bank accounts to the District's general ledger on a monthly basis.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Section II – Financial Statement Findings (continued)**

**Finding 2018-004**

Criteria or specific requirement:

The maintenance of a general ledger is required by the State Department of Education for all funds of the District. It should be reconciled monthly to subsidiary control records.

Condition:

- The District general ledger was not reconciled monthly to other District subsidiary accounting records for the General, Special Revenue, Debt Service and Food Service Funds.
- The District general ledger for all Fiduciary funds is not being maintained within the District's accounting system.

Cause:

Lack of oversight by District officials.

Effect or potential effect:

Complete and accurate accounting records are essential to the District. By not properly maintaining the general ledger, proper accounting of the District's finances was not achieved.

Recommendation:

It is recommended that the District properly maintain its general ledger and reconcile monthly with other subsidiary accounting records for all funds.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**LAKEWOOD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Section II – Financial Statement Findings (continued)**

**Finding 2018-005**

Criteria or specific requirement:

The State Department of Education requires districts to maintain a capital assets record that accounts for all assets with a historical value of at least \$2,000.

Condition:

The capital assets records were no properly updated for the Construction in Progress, Building Improvements and Depreciation accounts in a timely manner to reflect assets placed in service.

Cause:

Lack of oversight by District officials.

Effect or potential effect:

The District's financial records related to those accounts may not be accurate.

Recommendation:

It is recommended that the District implement adequate internal control procedures over its capital assets, including periodic update of the general ledger for additions, disposals and depreciation on a timely basis.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**LAKEWOOD TOWNSHIP 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.

**LAKWOOD TOWNSHIP 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 (contd.)**

**STATE FINANCIAL ASSISTANCE**

**Finding 2018-006**

Information on the State Program

State Aid – Public

Criteria or specific requirement:

N.J.A.C. 6A:23A-16.10 prohibits a school district from incurring any obligation or approve any payment in excess of the amount budgeted in an applicable line item and also requires the Board to certify that over-expenditures have not occurred.

Condition:

The General Fund and Special Revenue Fund ended the year with deficits in fund balance.

Question Costs:

None.

Context:

The District's General Fund unassigned budgetary fund balance was in a cumulative deficit position of \$3,100,041 as of June 30, 2018. In addition, the fund balance of the Special Revenue Fund was in a cumulative deficit position of \$3,185,605 as of June 30, 2018.

Effect or potential effect:

The District is in a deficit position as of June 30, 2018, resulting in non-compliance with state aid grant requirements.

Cause:

Unknown.

Recommendation:

It is recommended that continued efforts be made to eliminate the cumulative deficits in the General and Special Revenue Funds.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.



**LAKWOOD TOWNSHIP 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 (contd.)**

**STATE FINANCIAL ASSISTANCE (continued)**

**Finding 2018-007**

Information on the State Program  
State Aid – Public

Criteria or specific requirement:

Districts must complete the Application for State School Aid (ASSA) in accordance with instruction provided by the Division of Administration and Finance, Department of Education. Districts must complete a set of workpapers that document the compilation of data and retain supporting documentation that provides an audit trail for testing the information reported on the ASSA report.

Condition:

Student counts claimed on the ASSA as On-Roll, Special Education Students, Private School for the Disabled, Low Income and Language English Proficient (ELL/LEP) students were not always able to be supported by the respective required documentation.

Question Costs:

None.

Context:

Variances noted can be found on the Schedule of Audited Enrollments in the Auditor's Management Report.

Effect or potential effect:

Student counts reported on the Application for State School Aid were not always able to be verified to actual student counts and related supporting documentation.

Cause:

Unknown.

Recommendation:

It is recommended that internal controls be enhanced to ensure that documentation to support students reported on the ASSA is retained for audit.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**LAKWOOD TOWNSHIP 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**

**Finding No. 2017-001**

Condition:

The general fund and special revenue fund ended the year with deficits in fund balance.

Current Status:

This finding has not been corrected. See Finding 2018-001.

**Finding No. 2017-002**

Condition:

The payroll agency reconciled cash account and fund reserve balances were in deficit positions at year end. Duplicate payments and overpayments of employee payroll withholdings were noted during the 2016/2017 fiscal year. Salaries and related deductions for employee pensions reported to the State of New Jersey were not in agreement with amounts reported in the District payroll system. Disbursements from the Net Payroll bank account require only one (1) check authorization signature. A report of employee accruals of sick and vacation time could not be provided for audit.

Current Status:

This finding has been corrected.

**Federal Awards Findings**

**Finding No. 2017-003**

Condition:

Expenditures for employee salaries were allocated to the Title I grant program without specific approval and certification of services performed.

Current Status:

This finding has been corrected.

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

**State Financial Assistance**

**Finding No. 2017-004**

**Condition:**

The general fund and special revenue fund ended the year with deficits in fund balance.

**Current Status:**

This finding has not been corrected. See Finding 2018-006.

**Finding No. 2017-005**

**Condition:**

Student counts claimed on the ASSA as On-Roll, Private School for the Disabled and Low Income were not always able to be supported by the respective required documentation.

**Current Status:**

This finding has not been corrected. See Finding 2018-007.

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